

# **City of Mayville**

Financial Statements and  
Supplementary Information

December 31, 2023

# City of Mayville

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# City of Mayville

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## **Independent Auditors' Report**

To the City Council of  
City of Mayville

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Mayville, Wisconsin (the City), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City as of December 31, 2023 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Responsibilities of Management for the Financial Statements**

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.

## **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted 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 a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. Our opinions on the basic financial statements are not affected by this missing information.

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects, in relation to the basic financial statements as a whole.

*Baker Tilly US, LLP*

Madison, Wisconsin  
June 18, 2024

# City of Mayville

Statement of Net Position  
December 31, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	CDA
<b>Assets and Deferred Outflows of Resources</b>				
<b>Assets</b>				
Cash and investments	\$ 3,652,158	\$ 5,389,967	\$ 9,042,125	\$ 70,051
Receivables (net):				
Taxes	2,768,455	165,000	2,933,455	-
Accounts	187,342	234,352	421,694	25,808
Special assessments	3,800	-	3,800	-
Loans	39,862	-	39,862	-
Other	-	105,133	105,133	-
Internal balances	399,820	(399,820)	-	-
Inventories	-	37,149	37,149	-
Prepaid items	22,698	11,005	33,703	-
Other assets	-	452,556	452,556	-
Restricted assets:				
Cash and investments	-	1,568,495	1,568,495	-
Capital assets:				
Land	1,704,920	275,909	1,980,829	-
Construction in progress	10,860,268	2,196,571	13,056,839	-
Land improvements	185,402	-	185,402	-
Buildings	3,068,081	8,581,599	11,649,680	-
Machinery and equipment	6,006,948	2,605,563	8,612,511	-
Plant in service	-	29,741,903	29,741,903	-
Infrastructure	40,365,669	-	40,365,669	-
Less accumulated depreciation	(27,559,442)	(22,735,760)	(50,295,202)	-
Total assets	<u>41,705,981</u>	<u>28,229,622</u>	<u>69,935,603</u>	<u>95,859</u>
<b>Deferred Outflows of Resources</b>				
Pension related amounts	<u>2,124,592</u>	<u>627,955</u>	<u>2,752,547</u>	<u>-</u>
Total deferred outflows of resources	<u>2,124,592</u>	<u>627,955</u>	<u>2,752,547</u>	<u>-</u>

See notes to financial statements

# City of Mayville

Statement of Net Position  
December 31, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	CDA
<b>Liabilities, Deferred inflows of Resources and Net Position</b>				
<b>Liabilities</b>				
Accounts payable	\$ 792,929	\$ 1,462,787	\$ 2,255,716	\$ -
Accrued liabilities	69,422	27,051	96,473	-
Deposits	-	1,880	1,880	-
Unearned revenue	503,828	-	503,828	25,808
Due to other governmental units	40,408	-	40,408	-
Noncurrent liabilities:				
Due within one year	429,538	253,443	682,981	-
Due in more than one year	3,078,836	4,119,835	7,198,671	-
Net pension liability	572,658	158,939	731,597	-
Total liabilities	5,487,619	6,023,935	11,511,554	25,808
<b>Deferred Inflows of Resources</b>				
Unearned revenues	2,710,691	247,082	2,957,773	-
Pension related amounts	1,180,632	355,992	1,536,624	-
Total deferred inflows of resources	3,891,323	603,074	4,494,397	-
<b>Net Position</b>				
Net investment in capital assets	31,378,879	16,329,903	47,708,782	-
Restricted for:				
Debt service	828,330	122,082	950,412	-
Depreciation	-	205,032	205,032	-
Fireworks	26,554	-	26,554	-
Parks and recreation	1,786	-	1,786	-
Equipment replacement	206,843	1,231,295	1,438,138	-
Landfill	622,306	-	622,306	-
Unrestricted	1,386,933	4,342,256	5,729,189	70,051
Total net position	\$ 34,451,631	\$ 22,230,568	\$ 56,682,199	\$ 70,051

See notes to financial statements



# City of Mayville

Statement of Activities

Year Ended December 31, 2023

<b>Functions/Programs</b>	<b>Program Revenues</b>			
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Primary Government</b>				
Governmental activities:				
General government	\$ 972,858	\$ 68,942	\$ 600	\$ -
Public safety	2,527,343	632,520	96,156	64,452
Public works	(17,821,215)	317,497	53,758	308,629
Health and human services	14,192	3,090	139	-
Culture, recreation and education	1,028,544	98,952	93,980	5,086,609
Conservation and development	130,555	34,861	-	-
Interest and fiscal charges	68,950	-	-	-
Total governmental activities	<u>(13,078,773)</u>	<u>1,155,862</u>	<u>244,633</u>	<u>5,459,690</u>
Business-type activities:				
Water utility	1,121,990	1,325,119	640	335,836
Wastewater utility	1,603,447	1,446,772	-	23,922
TAG Center	1,129,666	528,707	-	-
Total business-type activities	<u>3,855,103</u>	<u>3,300,598</u>	<u>640</u>	<u>359,758</u>
Total primary government	<u><u>\$ (9,223,670)</u></u>	<u><u>\$ 4,456,460</u></u>	<u><u>\$ 245,273</u></u>	<u><u>\$ 5,819,448</u></u>
<b>Component Unit</b>				
Community development authority	<u>\$ 14,725</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## General Revenues

### Taxes

Property taxes, levied for general purposes

Property taxes, levied for debt service

Property taxes, levied for TIF districts

Other taxes

Intergovernmental revenues not restricted to specific programs

Public gifts and grants

Investment income

Miscellaneous

Total general revenues

Transfers

Total general revenues and transfers

Change in net position

**Net Position, Beginning**

**Net Position, Ending**

See notes to financial statements

<b>Net (Expenses) Revenues and Changes in Net Position</b>			
<b>Primary Government</b>			<b>Component Unit</b>
<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>CDA</b>
\$ (903,316)	\$ -	\$ (903,316)	\$ -
(1,734,215)	-	(1,734,215)	-
18,501,099	-	18,501,099	-
(10,963)	-	(10,963)	-
4,250,997	-	4,250,997	-
(95,694)	-	(95,694)	-
(68,950)	-	(68,950)	-
<u>19,938,958</u>	<u>-</u>	<u>19,938,958</u>	<u>-</u>
-	539,605	539,605	-
-	(132,753)	(132,753)	-
-	(600,959)	(600,959)	-
-	(194,107)	(194,107)	-
<u>19,938,958</u>	<u>(194,107)</u>	<u>19,744,851</u>	<u>-</u>
-	-	-	(14,725)
1,937,635	110,000	2,047,635	25,808
334,592	-	334,592	-
61,588	-	61,588	-
4,509	-	4,509	-
812,342	-	812,342	-
1,036	-	1,036	-
187,495	124,417	311,912	-
51,168	-	51,168	100
<u>3,390,365</u>	<u>234,417</u>	<u>3,624,782</u>	<u>25,908</u>
<u>206,675</u>	<u>(206,675)</u>	<u>-</u>	<u>-</u>
<u>3,597,040</u>	<u>27,742</u>	<u>3,624,782</u>	<u>25,908</u>
23,535,998	(166,365)	23,369,633	11,183
<u>10,915,633</u>	<u>22,396,933</u>	<u>33,312,566</u>	<u>58,868</u>
<u>\$ 34,451,631</u>	<u>\$ 22,230,568</u>	<u>\$ 56,682,199</u>	<u>\$ 70,051</u>

See notes to financial statements

# City of Mayville

Balance Sheet -  
Governmental Funds  
December 31, 2023

	<u>General</u>	<u>Library</u>	<u>Debt Service</u>
<b>Assets</b>			
Cash and investments	\$ 749,717	\$ 441,990	\$ 851,847
Receivables (net):			
Taxes	2,259,243	-	314,378
Delinquent personal property taxes	6,401	-	-
Accounts	180,037	-	-
Loans	-	-	-
Due from other funds	14,053	-	-
Prepaid items	17,866	-	-
Advances to other funds	1,093,243	-	-
	<u>\$ 4,320,560</u>	<u>\$ 441,990</u>	<u>\$ 1,166,225</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>			
<b>Liabilities</b>			
Accounts payable	\$ 115,827	\$ 652,316	\$ -
Accrued liabilities	84,855	-	-
Due to other funds	51,515	-	-
Unearned revenues	-	-	-
Advances from other funds	-	-	-
	<u>252,197</u>	<u>652,316</u>	<u>-</u>
<b>Deferred Inflows of Resources</b>			
Unearned revenues	2,207,880	-	314,378
Unavailable revenues	-	-	-
	<u>2,207,880</u>	<u>-</u>	<u>314,378</u>
<b>Fund Balances (Deficit)</b>			
Nonspendable	1,117,510	-	-
Restricted	-	-	851,847
Committed	-	-	-
Assigned	94,984	-	-
Unassigned (deficit)	647,989	(210,326)	-
	<u>1,860,483</u>	<u>(210,326)</u>	<u>851,847</u>
Total fund balances (deficit)			
	<u>1,860,483</u>	<u>(210,326)</u>	<u>851,847</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,320,560</u>	<u>\$ 441,990</u>	<u>\$ 1,166,225</u>

See notes to financial statements

<u>Capital Improvements</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
\$ -	\$ 1,608,604	\$ 3,652,158
7,489	180,944	2,762,054
-	-	6,401
-	7,305	187,342
-	43,662	43,662
-	8,062	22,115
-	4,832	22,698
-	-	1,093,243
<u>\$ 7,489</u>	<u>\$ 1,853,409</u>	<u>\$ 7,789,673</u>

\$ 8,462	\$ 16,324	\$ 792,929
-	1,458	86,313
-	14,053	65,568
-	503,828	503,828
<u>242,608</u>	<u>407,362</u>	<u>649,970</u>
<u>251,070</u>	<u>943,025</u>	<u>2,098,608</u>

7,489	180,944	2,710,691
-	43,662	43,662
<u>7,489</u>	<u>224,606</u>	<u>2,754,353</u>

-	4,832	1,122,342
-	1,010,524	1,862,371
-	80,945	80,945
-	-	94,984
<u>(251,070)</u>	<u>(410,523)</u>	<u>(223,930)</u>
<u>(251,070)</u>	<u>685,778</u>	<u>2,936,712</u>

<u>\$ 7,489</u>	<u>\$ 1,853,409</u>	<u>\$ 7,789,673</u>
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## City of Mayville

Reconciliation of the Balance Sheet of Governmental Funds  
to the Statement of Net Position  
December 31, 2023

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<b>Total Fund Balances, Governmental Funds</b>	<b>\$ 2,936,712</b>
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.	34,631,846
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.	43,662
The net pension asset/(liability) does not relate to current financial resources and is not reported in the governmental funds.	(572,658)
Deferred outflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	2,124,592
Deferred inflows of resources related to pensions do not relate to current financial resources and are not reported in the governmental funds.	(1,180,632)
Some liabilities, including long-term debt, are not due and payable in the current period and, therefore, are not reported in the funds. See Note 2.	<u>(3,531,891)</u>
<b>Net Position of Governmental Activities</b>	<b><u>\$ 34,451,631</u></b>

# City of Mayville

Statement of Revenues, Expenditures and Changes in Fund Balances -  
Governmental Funds  
Year Ended December 31, 2023

	<u>General</u>	<u>Library</u>	<u>Debt Service</u>
<b>Revenues</b>			
Taxes	\$ 1,918,732	\$ -	\$ 334,592
Intergovernmental	1,195,581	-	-
Public charges for services	558,688	36,394	-
Fines, forfeitures and penalties	45,252	-	-
Licenses and permits	70,239	-	-
Intergovernmental charges for services	398	-	-
Special assessments	-	-	-
Investment income	170,670	14,012	-
Miscellaneous	71,177	5,086,609	-
	<u>4,030,737</u>	<u>5,137,015</u>	<u>334,592</u>
<b>Total revenues</b>			
	<u>4,030,737</u>	<u>5,137,015</u>	<u>334,592</u>
<b>Expenditures</b>			
Current:			
General government	913,094	-	-
Public safety	2,129,245	-	-
Public works	798,250	-	-
Health and human services	14,192	-	-
Culture, recreation and education	583,086	24,144	-
Conservation and development	83,634	-	-
Capital outlay	-	8,360,177	-
Debt service:			
Principal	-	-	255,084
Interest and fiscal charges	-	-	49,540
	<u>4,521,501</u>	<u>8,384,321</u>	<u>304,624</u>
<b>Total expenditures</b>			
	<u>4,521,501</u>	<u>8,384,321</u>	<u>304,624</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(490,764)</u>	<u>(3,247,306)</u>	<u>29,968</u>
<b>Other Financing Sources (Uses)</b>			
Transfers in	206,675	-	-
Property sales	224	-	-
	<u>206,899</u>	<u>-</u>	<u>-</u>
<b>Total other financing sources (uses)</b>			
	<u>206,899</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	(283,865)	(3,247,306)	29,968
<b>Fund Balances (Deficit), Beginning</b>	<u>2,144,348</u>	<u>3,036,980</u>	<u>821,879</u>
<b>Fund Balances (Deficit), Ending</b>	<u>\$ 1,860,483</u>	<u>\$ (210,326)</u>	<u>\$ 851,847</u>

See notes to financial statements

<u>Capital Improvements</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
\$ -	\$ 85,000	\$ 2,338,324
-	220,722	1,416,303
-	331,444	926,526
-	-	45,252
-	31,237	101,476
-	-	398
6,954	-	6,954
52	2,761	187,495
-	89,236	5,247,022
<u>7,006</u>	<u>760,400</u>	<u>10,269,750</u>
-	4,699	917,793
-	110,802	2,240,047
-	375,584	1,173,834
-	-	14,192
-	181,916	789,146
-	54,708	138,342
169,110	-	8,529,287
-	97,596	352,680
-	22,746	72,286
<u>169,110</u>	<u>848,051</u>	<u>14,227,607</u>
<u>(162,104)</u>	<u>(87,651)</u>	<u>(3,957,857)</u>
-	-	206,675
-	-	224
-	-	206,899
(162,104)	(87,651)	(3,750,958)
<u>(88,966)</u>	<u>773,429</u>	<u>6,687,670</u>
<u>\$ (251,070)</u>	<u>\$ 685,778</u>	<u>\$ 2,936,712</u>

See notes to financial statements

## City of Mayville

Reconciliation of the Statement of Revenues, Expenditures  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
Year Ended December 31, 2023

**Net Change in Fund Balances, Total Governmental Funds** \$ (3,750,958)

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	8,529,287
Some items reported as capital outlay were not capitalized	(139,786)
Depreciation is reported in the government-wide financial statements	(1,138,426)
Net book value of assets retired	(31,599)

To prospectively apply a change in estimate for the useful lives of roads	19,843,133
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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.

Special assessments	(19,424)
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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.

Principal repaid	352,680
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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	25,053
Accrued interest on debt	3,336
Net pension asset/(liability)	(1,427,811)
Deferred outflows of resources related to pensions	480,900
Deferred inflows of resources related to pensions	809,613

**Change in Net Position of Governmental Activities** \$ 23,535,998



# City of Mayville

Statement of Net Position -  
Proprietary Funds  
December 31, 2023

	Business-Type Activities - Enterprise Funds			Total
	Water Utility	Wastewater Utility	TAG Center	
<b>Assets and Deferred Outflows of Resources</b>				
<b>Assets</b>				
Current assets:				
Cash and investments	\$ 3,794,834	\$ 1,595,133	\$ -	\$ 5,389,967
Taxes receivable	-	-	165,000	165,000
Customer accounts receivable, net	109,756	123,349	1,247	234,352
Other accounts receivable	-	-	105,133	105,133
Due from other funds	21,043	22,410	-	43,453
Inventories	35,363	1,786	-	37,149
Prepaid items	2,618	2,493	5,894	11,005
Restricted assets:				
Redemption account	64,983	67,185	-	132,168
Total current assets	4,028,597	1,812,356	277,274	6,118,227
Noncurrent assets:				
Restricted assets:				
Depreciation account	205,032	-	-	205,032
Replacement account	-	1,231,295	-	1,231,295
Capital assets:				
Land	3,661	66,748	205,500	275,909
Plant in service	13,051,214	16,690,689	-	29,741,903
Buildings and improvements	-	-	8,581,599	8,581,599
Machinery, equipment and furnishings	-	-	2,605,563	2,605,563
Construction in progress	1,993,875	202,696	-	2,196,571
Less accumulated depreciation	(5,629,083)	(10,936,023)	(6,170,654)	(22,735,760)
Other assets:				
Preliminary survey and investigation	-	422,660	-	422,660
Property held for future use	29,896	-	-	29,896
Total noncurrent assets	9,654,595	7,678,065	5,222,008	22,554,668
Total assets	13,683,192	9,490,421	5,499,282	28,672,895
<b>Deferred Outflows of Resources</b>				
Deferred outflows of resources, pension	223,927	258,659	145,369	627,955
Total deferred outflows of resources	223,927	258,659	145,369	627,955

See notes to financial statements

# City of Mayville

Statement of Net Position -  
Proprietary Funds  
December 31, 2023

	<b>Business-Type Activities - Enterprise Funds</b>			
	<b>Water Utility</b>	<b>Wastewater Utility</b>	<b>TAG Center</b>	<b>Total</b>
<b>Liabilities, Deferred Inflows of Resources and Net Position</b>				
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	\$ 1,004,692	\$ 435,021	\$ 23,074	\$ 1,462,787
Accrued liabilities	4,330	5,345	5,204	14,879
Accrued interest	802	1,284	-	2,086
Deposits	-	-	1,880	1,880
Advance from other funds	-	-	443,273	443,273
General obligation debt, noncapital	3,692	3,692	-	7,384
General obligation debt	30,000	25,000	-	55,000
Compensated absences	-	-	5,122	5,122
Current liabilities payable from restricted assets:				
Current portion of revenue bonds	91,095	94,842	-	185,937
Accrued interest	6,704	3,382	-	10,086
<b>Total current liabilities</b>	<b>1,141,315</b>	<b>568,566</b>	<b>478,553</b>	<b>2,188,434</b>
Noncurrent liabilities:				
Long-term debt:				
Compensated absences	-	-	24,890	24,890
Revenue bonds payable	2,240,263	854,631	-	3,094,894
General obligation debt payable	590,000	410,051	-	1,000,051
Net pension liability	53,701	64,951	40,287	158,939
<b>Total noncurrent liabilities</b>	<b>2,883,964</b>	<b>1,329,633</b>	<b>65,177</b>	<b>4,278,774</b>
<b>Total liabilities</b>	<b>4,025,279</b>	<b>1,898,199</b>	<b>543,730</b>	<b>6,467,208</b>
<b>Deferred Inflows of Resources</b>				
Unearned revenues	-	-	247,082	247,082
Deferred inflows related to pension	117,870	148,591	89,531	355,992
<b>Total deferred inflows of resources</b>	<b>117,870</b>	<b>148,591</b>	<b>336,613</b>	<b>603,074</b>
<b>Net Position</b>				
Net investment in capital assets	6,468,309	4,639,586	5,222,008	16,329,903
Restricted for:				
Debt service	58,279	63,803	-	122,082
Depreciation	205,032	-	-	205,032
Equipment replacement	-	1,231,295	-	1,231,295
Unrestricted (deficit)	3,032,350	1,767,606	(457,700)	4,342,256
<b>Total net position</b>	<b>\$ 9,763,970</b>	<b>\$ 7,702,290</b>	<b>\$ 4,764,308</b>	<b>\$ 22,230,568</b>

See notes to financial statements

## City of Mayville

Statement of Revenues, Expenses and Changes in Net Position -  
 Proprietary Funds  
 Year Ended December 31, 2023

	<b>Business-Type Activities - Enterprise Funds</b>			
	<b>Water Utility</b>	<b>Wastewater Utility</b>	<b>TAG Center</b>	<b>Total</b>
<b>Operating Revenues</b>				
Charges for services	\$ 1,300,986	\$ 1,374,827	\$ 501,958	\$ 3,177,771
Miscellaneous revenues	24,133	71,945	26,749	122,827
Total operating revenues	<u>1,325,119</u>	<u>1,446,772</u>	<u>528,707</u>	<u>3,300,598</u>
<b>Operating Expenses</b>				
Operation and maintenance	771,092	1,121,254	849,138	2,741,484
Depreciation	291,702	457,024	280,528	1,029,254
Total operating expenses	<u>1,062,794</u>	<u>1,578,278</u>	<u>1,129,666</u>	<u>3,770,738</u>
Operating income (loss)	<u>262,325</u>	<u>(131,506)</u>	<u>(600,959)</u>	<u>(470,140)</u>
<b>Nonoperating Revenues (Expenses)</b>				
General property taxes	-	-	110,000	110,000
Investment income	39,152	81,484	3,781	124,417
Grant proceeds for lead lateral services	640	-	-	640
Interest and debt issuance costs	(50,480)	(25,169)	-	(75,649)
Miscellaneous nonoperating expenses	(8,076)	-	-	(8,076)
Lead service lateral expenses	(640)	-	-	(640)
Total nonoperating revenues (expenses)	<u>(19,404)</u>	<u>56,315</u>	<u>113,781</u>	<u>150,692</u>
Income (loss) before contributions and transfers	<u>242,921</u>	<u>(75,191)</u>	<u>(487,178)</u>	<u>(319,448)</u>
<b>Contributions and Transfers</b>				
Contributed capital	335,836	23,922	-	359,758
Transfer out, tax equivalent	(193,675)	-	-	(193,675)
Transfers out	(6,500)	(6,500)	-	(13,000)
Total contributions and transfers	<u>135,661</u>	<u>17,422</u>	<u>-</u>	<u>153,083</u>
Change in net position	378,582	(57,769)	(487,178)	(166,365)
<b>Net Position, Beginning</b>	<u>9,385,388</u>	<u>7,760,059</u>	<u>5,251,486</u>	<u>22,396,933</u>
<b>Net Position, Ending</b>	<u>\$ 9,763,970</u>	<u>\$ 7,702,290</u>	<u>\$ 4,764,308</u>	<u>\$ 22,230,568</u>

See notes to financial statements

## City of Mayville

Statement of Cash Flows -

Proprietary Funds

Year Ended December 31, 2023

	<b>Business-Type Activities - Enterprise Funds</b>			
	<b>Water Utility</b>	<b>Wastewater Utility</b>	<b>TAG Center</b>	<b>Total</b>
<b>Cash Flows From Operating Activities</b>				
Received from customers	\$ 1,356,784	\$ 1,512,482	\$ 480,317	\$ 3,349,583
Paid to suppliers for goods and services	(482,022)	(469,751)	(187,648)	(1,139,421)
Paid to employees for services	(200,658)	(243,806)	(402,799)	(847,263)
Net cash flows from operating activities	<u>674,104</u>	<u>798,925</u>	<u>(110,130)</u>	<u>1,362,899</u>
<b>Cash Flows From Investing Activities</b>				
Investment income	<u>39,152</u>	<u>81,484</u>	<u>3,781</u>	<u>124,417</u>
Net cash flows from investing activities	<u>39,152</u>	<u>81,484</u>	<u>3,781</u>	<u>124,417</u>
<b>Cash Flows From Noncapital Financing Activities</b>				
Paid to municipality for tax equivalent	(193,675)	-	-	(193,675)
Property taxes received	-	-	110,000	110,000
Repayment of general obligation debt, noncapital	(3,833)	(3,833)	-	(7,666)
Grant proceeds for lead lateral services	640	-	-	640
Lead service lateral expenses	(640)	-	-	(640)
Transfers in (to) from other funds	(6,500)	(6,500)	-	(13,000)
Net cash flows from noncapital financing activities	<u>(204,008)</u>	<u>(10,333)</u>	<u>110,000</u>	<u>(104,341)</u>
<b>Cash Flows From Capital and Related Financing Activities</b>				
Proceeds from debt issued	962,724	-	-	962,724
Debt retired	(117,669)	(117,737)	-	(235,406)
Interest paid	(35,128)	(28,196)	-	(63,324)
Debt issuance costs	(15,000)	-	-	(15,000)
Grant proceeds	320,908	-	-	320,908
Acquisition and construction of capital assets	(1,047,749)	(599,146)	(3,651)	(1,650,546)
Capital contributions received	<u>14,928</u>	<u>23,922</u>	<u>-</u>	<u>38,850</u>
Net cash flows from capital and related financing activities	<u>83,014</u>	<u>(721,157)</u>	<u>(3,651)</u>	<u>(641,794)</u>
Net change in cash and cash equivalents	592,262	148,919	-	741,181
<b>Cash and Cash Equivalents, Beginning</b>	<u>3,472,587</u>	<u>2,744,694</u>	<u>-</u>	<u>6,217,281</u>
<b>Cash and Cash Equivalents, Ending</b>	<u>\$ 4,064,849</u>	<u>\$ 2,893,613</u>	<u>\$ -</u>	<u>\$ 6,958,462</u>

See notes to financial statements

## City of Mayville

Statement of Cash Flows -  
Proprietary Funds  
Year Ended December 31, 2023

	<b>Business-Type Activities - Enterprise Funds</b>			
	<b>Water Utility</b>	<b>Wastewater Utility</b>	<b>TAG Center</b>	<b>Total</b>
<b>Reconciliation of Operating Income (Loss) to Net Cash Flows From Operating Activities</b>				
Operating income (loss)	\$ 262,325	\$ (131,506)	\$ (600,959)	\$ (470,140)
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:				
Depreciation	291,702	457,024	280,528	1,029,254
Depreciation charged to other funds	14,429	-	-	14,429
Changes in assets and liabilities:				
Accounts receivable	11,509	61,927	(48,390)	25,046
Due from municipality	5,727	3,783	(55,000)	(45,490)
Materials and supplies	(6,112)	-	-	(6,112)
Prepaid items	1,079	1,079	-	2,158
Accounts payable	92,117	392,604	18,540	503,261
Accrued liabilities	-	-	4,497	4,497
Due to other funds	-	-	216,459	216,459
Deferred inflows	-	-	55,000	55,000
Other current liabilities	1,000	128	(435)	693
Pension related items	328	13,886	19,630	33,844
Net cash flows from operating activities	<u>\$ 674,104</u>	<u>\$ 798,925</u>	<u>\$ (110,130)</u>	<u>\$ 1,362,899</u>
<b>Reconciliation of Cash and Cash Equivalents to the Statement of Net Position, Proprietary Funds</b>				
Cash and investments	\$ 3,794,834	\$ 1,595,133	\$ -	\$ 5,389,967
Redemption account	64,983	67,185	-	132,168
Replacement account	205,032	1,231,295	-	1,436,327
Cash and cash equivalents	<u>\$ 4,064,849</u>	<u>\$ 2,893,613</u>	<u>\$ -</u>	<u>\$ 6,958,462</u>

See notes to financial statements

# City of Mayville

Statement of Fiduciary Net Position -  
Custodial Fund  
December 31, 2023

	<u>Custodial Fund</u> <u>Tax Collection Fund</u>
<b>Assets</b>	
Cash and investments	\$ 4,148,465
Taxes receivable	<u>1,832,728</u>
Total assets	<u>5,981,193</u>
<b>Liabilities</b>	
Due to other governments	<u>5,981,193</u>
Total liabilities	<u>5,981,193</u>
<b>Net Position</b>	
Total net position	<u><u>\$ -</u></u>

See notes to financial statements

# City of Mayville

Statement of Changes in Fiduciary Net Position -  
Custodial Fund  
Year Ended December 31, 2023

	<u>Custodial Fund Tax Collection Fund</u>
<b>Additions</b>	
Property taxes collected for other governments	\$ 4,314,764
Total additions	<u>4,314,764</u>
<b>Deductions</b>	
Property taxes distributed to other governments	<u>4,314,764</u>
Total deductions	<u>4,314,764</u>
Change in fiduciary net position	-
<b>Net Position, Beginning</b>	<u>-</u>
<b>Net Position, Ending</b>	<u><u>\$ -</u></u>

# City of Mayville

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December 31, 2023

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# City of Mayville

Notes to Financial Statements  
December 31, 2023

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## 1. Summary of Significant Accounting Policies

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

### Reporting Entity

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

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

### Discretely Presented Component Unit

#### Community Development Authority

The government-wide financial statements include the Community Development Authority (CDA) as a component unit. The CDA is a legally separate organization. The board of the CDA is appointed by the mayor. Wisconsin Statutes provide for circumstances whereby the City can impose its will on the CDA, and also create a potential financial benefit to or burden on the City. See Note 4. 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, 2023. The CDA does not issue separate financial statements.

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

### Fund Financial Statements

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

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

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

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

The City reports the following major governmental funds:

#### General Fund

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

# City of Mayville

Notes to Financial Statements  
December 31, 2023

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## Special Revenue Fund

Library special revenue fund is used to account for and report taxes, charges for services, and local revenues legally restricted or committed to supporting expenditures for the library fund.

## Debt Service Fund

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

## Capital Projects Fund

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

## Enterprise Funds

The City reports the following major enterprise funds:

Water Utility accounts for operations of the water system

Wastewater Utility accounts for operations of the wastewater system

TAG Center Fund accounts for operations of the TAG Center athletic facility

The City reports the following nonmajor governmental funds:

## Special Revenue Funds

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

Cable TV  
EMS State  
County Library  
Recreation  
Recycling  
Police Trust

Mayville Center Board  
EMS and Fire  
Solid Waste and Recycling Collection  
Landfill  
Customer Loan  
ARPA

## Capital Projects Funds

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

TIF District No. 4  
TIF District No. 5  
TIF District No. 6

EMS Equipment Replacement  
Parks

In addition, the City reports the following fund type:

## **Custodial Fund**

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

Tax Collection

## **Measurement Focus, Basis of Accounting and Financial Statement Presentation**

### **Government-Wide Financial Statements**

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

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

### **Fund Financial Statements**

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

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

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

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and unavailable revenues. At December 31, 2023, there were \$275,175 of unrecorded deferred assessments which are not recorded as receivables because collection is subject to certain events occurring in the future and no formal repayment schedule has been established.

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

## **Proprietary and Fiduciary Funds**

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

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

## **All Financial Statements**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

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

### **Deposits and Investments**

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

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

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

## City of Mayville

Notes to Financial Statements  
December 31, 2023

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- 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.

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

Investment of most trust funds including cemetery perpetual care funds, is regulated by Chapter 881 of the Wisconsin Statutes. Investment of library trust funds is regulated by Chapter 112. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds and debentures.

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

**Custodial Credit Risk** - all of the investment securities purchased by the City shall be held in third-party safekeeping by an institution designated as primary agent. The primary agent shall issue a safekeeping receipt to the City listing the specific instrument, rate, maturity and other pertinent information. Certificates of deposit shall be collateralized by U.S. Treasury obligations held in safekeeping by the primary agent.

**Interest Rate Risk** - the average maturity of the portfolio shall never exceed one year.

**Concentration of Credit Risk** - the City's investments shall be diversified to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer and/or a specific class of securities.

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 4. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

The Wisconsin Local Government Investment Pool (LGIP) is part of the State Investment Fund (SIF) and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2023, the fair value of the City's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

See Note 4 for further information.

### Receivables

Property taxes are levied in December on the assessed value as of the prior January 1. In addition to property taxes for the City, taxes are collected for and remitted to the county government as well as the local school district and technical college district. Taxes for all 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 fiduciary net position.

# City of Mayville

Notes to Financial Statements  
December 31, 2023

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Property tax calendar - 2023 tax roll:

Lien date and levy date	December 2023
Tax bills mailed	December 2023
Payment in full, or	January 31, 2024
First installment due	January 31, 2024
Second installment due	July 31, 2024
Personal property taxes in full	January 31, 2024
Tax sale - 2023 delinquent real estate taxes	October 2026

Accounts receivable have been shown net of an allowance for uncollectible accounts. Delinquent real estate taxes as of July 31 are paid in full by the County, which assumes the collection thereof. No provision for uncollectible accounts receivable has been made for the water and wastewater 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.

It is the City's policy to record unavailable revenue for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is recognized as revenue when received in cash. Any unspent loan repayments at year-end are presented as restricted fund balance in the fund financial statements.

## **Inventories and Prepaid Items**

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

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

## **Restricted Assets**

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

**Capital Assets**

**Government-Wide Financial Statements**

Capital assets, which include property, plant and equipment (including right-to-use lease assets), 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 general capital assets and \$25,000 for infrastructure assets and an estimated useful life in excess of 1 year. All capital assets are valued at historical cost or estimated historical cost if actual amounts are unavailable. Donated capital assets are recorded at their estimated acquisition value at the date of donation.

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

Depreciation and amortization of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation and amortization reflected in the statement of net position. Depreciation and amortization 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 system	4-77 Years
Infrastructure	20-50 Years
Intangibles	10-50 Years

Lease assets are typically amortized over the lease term.

**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.

**Other Assets**

The water utility fund reports property held for future use which represents land acquired by the water utility to be used for future projects.

**Deferred Outflows of Resources**

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

**Compensated Absences**

Under terms of employment, employees are granted sick leave 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.

Payments for vacation and sick leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2023, are determined on the basis of current salary rates and include salary related payments.

## 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.

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

## Deferred Inflows of Resources

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

## Equity Classifications

### Government-Wide Statements

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

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

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

## Fund Statements

Governmental fund balances are displayed as follows:

- a. **Nonspendable** - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
- b. **Restricted** - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
- c. **Committed** - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the City Council. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the City Council that originally created the commitment.
- d. **Assigned** - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The City Council has, by resolution, adopted a financial policy authorizing the Comptroller-Treasurer to assign amounts for a specific purpose. 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.

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

The City has a formal minimum fund balance policy. That policy is to maintain reserves of 25% of subsequent years' expenditures. The balance at year-end was 13.64%, and is included in unassigned general fund balance. The City approved this minimum fund balance policy as part of Resolution 4341-2009, the City's 10-year financial recovery plan.

See Note 4 for further information.

# City of Mayville

Notes to Financial Statements  
December 31, 2023

## Pension

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset);
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions; and
- Pension Expense (Revenue).

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

## Basis for Existing Rates

### Water Utility

Current water rates were approved by the Public Service Commission of Wisconsin effective January 1, 2022.

### Wastewater Utility

Current wastewater rates were approved by the utility commission and placed into effect on February 1, 2022.

### TAG Center

Current TAG Center rates were put into place effective January 1, 2016.

## 2. Reconciliation of Government-Wide and Fund Financial Statements

### Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Statement of Net Position

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities — both current and long-term—are reported in the statement of net position.

Bonds and notes payable	\$ 3,279,731
Accrued interest	23,517
Compensated absences	<u>228,643</u>
Combined adjustment for long-term liabilities	<u>\$ 3,531,891</u>

## City of Mayville

Notes to Financial Statements  
December 31, 2023

### 3. Stewardship, Compliance and Accountability

#### Excess Expenditures and Other Financing Uses Over Budget

<u>Funds</u>	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Excess Expenditures Over Budget</u>
Cable TV fund	\$ 41,150	\$ 59,186	\$ 18,036
Mayville center board	2,500	8,319	5,819
Recreation	38,873	50,268	11,395
TIF District No. 4	1,098	2,149	1,051
Solid waste and recycling fund	275,000	329,797	54,797
Recycling fund	45,638	45,787	149
EMS and fire fund	17,700	108,720	91,020

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

#### Deficit Balances

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

As of December 31, 2023, the following individual funds held a deficit balance:

<u>Fund</u>	<u>Amount</u>	<u>Reason</u>
Capital Improvements	\$ (251,070)	Project costs exceeding bond proceeds and other resources
TIF District No. 4	(99,970)	Insufficient tax increments to date
TIF District No. 5	(168,695)	Insufficient tax increments to date
TIF District No. 6	(36,468)	Insufficient tax increments to date
Recycling	(35,585)	Excess expenditures over revenues
Customer Loan Fund	(58,853)	Excess expenditures over revenues
Library	(210,326)	Excess expenditures over revenues
Recreation	(10,952)	Excess expenditures over revenues

TIF district deficits are anticipated to be funded with future incremental taxes levied over the life of the districts, which is 27 years for the districts created before October 1, 1995, and 23 years for districts created thereafter through September 30, 2004. Beginning October 1, 2004, the life of new districts varies by type of district (20-27 years) and may be extended in some cases. The Recycling and Customer Loan funds deficits are anticipated to be funded with future charges for services and loan repayments, respectively. The library deficit is anticipated to be funded by future donations.

#### Limitations on the City's Tax Levy

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

# City of Mayville

Notes to Financial Statements  
December 31, 2023

## 4. Detailed Notes on All Funds

### Deposits and Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net position and balance sheet as cash and investments. In addition, investments are separately held by several of the City funds.

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

	<u>Carrying Value</u>	<u>Bank and Investment Balances</u>	<u>Associated Risks</u>
Deposits	\$ 13,414,623	\$ 10,718,393	Custodial credit
Stock certificates	14,600	14,600	Custodial credit,
LGIP	1,329,397	1,329,397	Concentration of credit
Petty cash	465	-	Credit
			N/A
Total deposits and investments	<u>\$ 14,759,085</u>	<u>\$ 12,062,390</u>	
Reconciliation to financial statements			
Per statement of net position:			
Unrestricted cash and investments	\$ 9,042,125		
Restricted cash and investments	1,568,495		
Per statement of fiduciary net position:			
Custodial Fund	<u>4,148,465</u>		
Total deposits and investments	<u>\$ 14,759,085</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 City maintains collateral agreements with its banks. At December 31, 2023, the banks had pledged various government securities in the amount of \$2,540,161 to secure the City's deposits.

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

# City of Mayville

Notes to Financial Statements  
December 31, 2023

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

- Market approach - quoted prices from market transactions of similar assets.

Investment Type	December 31, 2023			Total
	Level 1	Level 2	Level 3	
Stock certificates	\$ 14,600	\$ -	\$ -	\$ 14,600

## Custodial Credit Risk

### Deposits

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

As of December 31, 2023, \$6,348,775 of the City's total bank balances were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 6,348,775
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### Investments

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

As of December 31, 2021, \$14,600 of the City's stock certificate investments were exposed to custodial credit risk as being uninsured or not registered and held by a counterparty.

## Credit Risk

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

The City had investments in the external Wisconsin Local Government Investment Pool which is not rated.

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

## Receivables

All of the receivables on the balance sheet are expected to be collected within one year with the exception of \$39,291 in loans receivable in the consumer loan fund.

## City of Mayville

Notes to Financial Statements  
December 31, 2023

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	\$ 2,710,540	\$ -
Loans	-	43,662
Deposits	151	-
Unspent American Rescue Plan funds	<u>503,828</u>	<u>-</u>
Total unearned/unavailable revenue for governmental funds	<u>\$ 3,214,519</u>	<u>\$ 43,662</u>
Unearned revenue included in liabilities	\$ 503,828	
Unearned revenue included in deferred inflows	<u>2,710,691</u>	
Total unearned revenue for governmental funds	<u>\$ 3,214,519</u>	

At the end of the current fiscal year, the various components of unearned revenue in the proprietary funds were as follows:

	<u>Unearned</u>
Membership fees received for the subsequent year	\$ 80,384
Gift certificates	1,698
Property taxes receivable for subsequent year	<u>165,000</u>
Total unearned revenue for proprietary funds	<u>\$ 247,082</u>

### 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.

**Depreciation** - Used to report resources set aside to fund plant renewals and replacement or make up potential future deficiencies in the redemption account.

#### Equipment Replacement Account

The water and wastewater utilities established an equipment replacement account to be used for significant mechanical equipment replacement as required by the Wisconsin Department of Natural Resources.

# City of Mayville

Notes to Financial Statements  
December 31, 2023

Following is a list of restricted assets at December 31, 2023:

Restricted assets:	
Redemption account	\$ 132,168
Depreciation account	205,032
Replacement account	<u>1,231,295</u>
Total restricted assets	1,568,495
Current liabilities payable from restricted assets	<u>(10,086)</u>
Total restricted net position, business-type activities	<u><u>\$ 1,558,409</u></u>

## Capital Assets

Capital asset activity for the year ended December 31, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities</b>				
Capital assets not being depreciated / amortized:				
Land	\$ 1,736,520	\$ -	\$ 31,600	\$ 1,704,920
Construction in progress	<u>2,730,947</u>	<u>8,129,321</u>	<u>-</u>	<u>10,860,268</u>
Total capital assets not being depreciated / amortized	<u>4,467,467</u>	<u>8,129,321</u>	<u>31,600</u>	<u>12,565,188</u>
Capital assets being depreciated / amortized:				
Land improvements	185,402	-	-	185,402
Buildings	3,228,333	-	160,252	3,068,081
Machinery and equipment	5,929,601	116,986	39,639	6,006,948
Intangibles	22,440	-	22,440	-
Streets	39,401,975	143,194	13,910	39,531,259
Dams	594,969	-	-	594,969
Sidewalks	212,641	-	-	212,641
Traffic signals	<u>26,800</u>	<u>-</u>	<u>-</u>	<u>26,800</u>
Total capital assets being depreciated / amortized	<u>49,602,161</u>	<u>260,180</u>	<u>236,241</u>	<u>49,626,100</u>
Total capital assets	<u>54,069,628</u>	<u>8,389,501</u>	<u>267,841</u>	<u>62,191,288</u>
Less accumulated depreciation / amortization for:				
Land improvements	(92,859)	(9,270)	-	(102,129)
Buildings	(2,042,522)	(76,699)	160,252	(1,958,969)
Machinery and equipment	(4,797,653)	(220,112)	39,639	(4,978,126)
Intangibles	(22,441)	-	22,441	-
Streets (1)	(39,174,224)	(790,625)	19,857,043	(20,107,806)
Dams	(336,935)	(29,748)	-	(366,683)
Sidewalks	(27,057)	(10,632)	-	(37,689)
Traffic signals	<u>(6,700)</u>	<u>(1,340)</u>	<u>-</u>	<u>(8,040)</u>
Total accumulated depreciation / amortization	<u>(46,500,391)</u>	<u>(1,138,426)</u>	<u>20,079,375</u>	<u>(27,559,442)</u>
Net capital assets being depreciated / amortized	<u>3,101,770</u>	<u>(878,246)</u>	<u>(19,843,134)</u>	<u>22,066,658</u>
Total governmental activities capital assets, net as reported in the statement of net position	<u><u>\$ 7,569,237</u></u>	<u><u>\$ 7,251,075</u></u>	<u><u>\$ (19,811,534)</u></u>	<u><u>\$ 34,631,846</u></u>

(1) - The deletion amount includes \$19,843,133 of negative depreciation to prospectively adjust for the estimated useful lives of streets.



# City of Mayville

Notes to Financial Statements  
December 31, 2023

Depreciation / amortization expense was charged to functions as follows:

## Governmental Activities

General government	\$ 42,441
Public safety	146,351
Public works, which includes the depreciation of infrastructure	914,118
Culture, recreation and education	<u>35,516</u>

Total governmental activities depreciation / amortization expense	<u><u>\$ 1,138,426</u></u>
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## Business-Type Activities

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Water</b>				
Capital assets not being depreciated:				
Land and land rights	\$ 3,661	\$ -	\$ -	\$ 3,661
Construction in progress	<u>275</u>	<u>1,993,600</u>	<u>-</u>	<u>1,993,875</u>
Total capital assets not being depreciated	<u>3,936</u>	<u>1,993,600</u>	<u>-</u>	<u>1,997,536</u>
Capital assets being depreciated:				
Source of supply	149,730	-	-	149,730
Pumping	1,050,356	-	-	1,050,356
Water treatment	1,108,857	-	-	1,108,857
Transmission and distribution	10,378,873	29,255	23,457	10,384,671
General	<u>357,600</u>	<u>-</u>	<u>-</u>	<u>357,600</u>
Total capital assets being depreciated	<u>13,045,416</u>	<u>29,255</u>	<u>23,457</u>	<u>13,051,214</u>
Total capital assets	<u>13,049,352</u>	<u>2,022,855</u>	<u>23,457</u>	<u>15,048,750</u>
Less accumulated depreciation for:				
Water plant	<u>(5,346,409)</u>	<u>(306,131)</u>	<u>23,457</u>	<u>(5,629,083)</u>
Total accumulated depreciation	<u>(5,346,409)</u>	<u>(306,131)</u>	<u>23,457</u>	<u>(5,629,083)</u>
Net capital assets being depreciated	<u>7,699,007</u>	<u>(276,876)</u>	<u>-</u>	<u>7,422,131</u>
Net water capital assets	<u><u>\$ 7,702,943</u></u>	<u><u>\$ 1,716,724</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 9,419,667</u></u>

# City of Mayville

Notes to Financial Statements  
December 31, 2023

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Wastewater</b>				
Capital assets not being depreciated:				
Land and land rights	\$ 66,748	\$ -	\$ -	\$ 66,748
Construction in progress	275	202,421	-	202,696
Total capital assets not being depreciated	<u>67,023</u>	<u>202,421</u>	<u>-</u>	<u>269,444</u>
Capital assets being depreciated:				
Collection system	7,293,140	-	-	7,293,140
Pumping	1,118,466	-	-	1,118,466
Treatment and disposal	6,680,927	-	-	6,680,927
General	1,564,798	33,358	-	1,598,156
Total capital assets being depreciated	<u>16,657,331</u>	<u>33,358</u>	<u>-</u>	<u>16,690,689</u>
Total capital assets	<u>16,724,354</u>	<u>235,779</u>	<u>-</u>	<u>16,960,133</u>
Less accumulated depreciation for:				
Wastewater plant	<u>(10,478,999)</u>	<u>(457,024)</u>	<u>-</u>	<u>(10,936,023)</u>
Total accumulated depreciation	<u>(10,478,999)</u>	<u>(457,024)</u>	<u>-</u>	<u>(10,936,023)</u>
Net capital assets being depreciated	<u>6,178,332</u>	<u>(423,666)</u>	<u>-</u>	<u>5,754,666</u>
Net wastewater capital assets	<u>\$ 6,245,355</u>	<u>\$ (221,245)</u>	<u>\$ -</u>	<u>\$ 6,024,110</u>
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>TAG Center</b>				
Capital assets not being depreciated:				
Land and land rights	\$ 205,500	\$ -	\$ -	\$ 205,500
Total capital assets not being depreciated	<u>205,500</u>	<u>-</u>	<u>-</u>	<u>205,500</u>
Capital assets being depreciated:				
Buildings	8,581,599	-	-	8,581,599
Equipment	2,605,563	-	-	2,605,563
Total capital assets being depreciated	<u>11,187,162</u>	<u>-</u>	<u>-</u>	<u>11,187,162</u>
Total capital assets	<u>11,392,662</u>	<u>-</u>	<u>-</u>	<u>11,392,662</u>
Less accumulated depreciation for:				
Buildings	(3,442,925)	(224,556)	-	(3,667,481)
Equipment	(2,447,201)	(55,972)	-	(2,503,173)
Total accumulated depreciation	<u>(5,890,126)</u>	<u>(280,528)</u>	<u>-</u>	<u>(6,170,654)</u>
Net capital assets being depreciated	<u>5,297,036</u>	<u>(280,528)</u>	<u>-</u>	<u>5,016,508</u>
Net tag center capital assets	<u>\$ 5,502,536</u>	<u>\$ (280,528)</u>	<u>\$ -</u>	<u>\$ 5,222,008</u>
Business-type activities capital assets, net as reported in the statement of net position	<u>\$ 19,450,834</u>	<u>\$ 1,214,951</u>	<u>\$ -</u>	<u>\$ 20,665,785</u>

# City of Mayville

Notes to Financial Statements  
December 31, 2023

Depreciation expense was charged to functions as follows:

### Business-Type Activities

Water	\$	291,702
Wastewater		457,024
TAG Center		<u>280,528</u>
Total business-type activities, net as reported in the statement of net position expense	\$	<u><u>1,029,254</u></u>

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

### 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:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Water utility	General Fund	\$ 21,043
Wastewater utility	General Fund	22,410
General Fund	Solid waste and recycling collection	14,053
Solid waste and recycling collection	General Fund	<u>8,062</u>
Total, fund financial statements		65,568
Less fund eliminations		(22,115)
Less government-wide eliminations		(86,906)
Add interfund advances		<u>443,273</u>
Total internal balances, government-wide statement of net position		<u><u>\$ 399,820</u></u>
<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Governmental activities	Business-type activities	\$ 443,273
Business-type activities	Governmental activities	<u>(43,453)</u>
Total government-wide financial statements		<u><u>\$ 399,820</u></u>

All amounts are due within one year.

The principal purpose of these interfunds is to record short-term deficit balances in individual fund cash accounts. 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.

# City of Mayville

Notes to Financial Statements  
December 31, 2023

## Advances

The general fund is advancing funds to all of the below-noted funds. The amount advanced is determined by the deficit cash balances in the respective fund. No repayment schedules have been established. Interest is not being charged on the advances.

The following is a schedule of interfund advances:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Amount Not Due Within One Year</u>
General Fund	Customer Loan Fund	\$ 58,853	\$ 58,853
General Fund	Recycling	35,377	35,377
General Fund	TAG Center	443,273	443,273
General Fund	TIF District No. 4	99,970	99,970
General Fund	TIF District No. 5	168,695	168,695
General Fund	TIF District No. 6	33,655	33,655
General Fund	Recreation Fund	10,812	10,812
General Fund	Capital Projects Fund	<u>242,608</u>	242,608
Total, fund financial statements		1,093,243	
Less fund eliminations		<u>(649,970)</u>	
Total, interfund advances		<u><u>\$ 443,273</u></u>	

## Transfers

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	<u>Principal Purpose</u>
General Fund	Water Utility	\$ 193,675	Property tax equivalent Reimbursement for accounting
General Fund	Water Utility	6,500	
General Fund	Sewer Utility	<u>6,500</u>	
Total		<u><u>\$ 206,675</u></u>	
<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>	
Governmental activities	Business-type activities	\$ 206,675	
Business-type activities	Governmental activities	<u>-</u>	
Total government-wide financial statements		<u><u>\$ 206,675</u></u>	

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

# City of Mayville

Notes to Financial Statements  
December 31, 2023

## Long-Term Obligations

Long-term obligations activity for the year ended December 31, 2023, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<b>Governmental Activities</b>					
Bonds and notes payable:					
General obligation debt	\$ 3,105,000	\$ -	\$ 295,000	\$ 2,810,000	\$ 300,000
General obligation notes from direct borrowings and direct placements	<u>527,411</u>	<u>-</u>	<u>57,680</u>	<u>469,731</u>	<u>60,694</u>
Subtotal	<u>3,632,411</u>	<u>-</u>	<u>352,680</u>	<u>3,279,731</u>	<u>360,694</u>
Other liabilities:					
Vested compensated absences	<u>253,696</u>	<u>111,942</u>	<u>136,995</u>	<u>228,643</u>	<u>68,844</u>
Total other liabilities	<u>253,696</u>	<u>111,942</u>	<u>136,995</u>	<u>228,643</u>	<u>68,844</u>
Total governmental activities long-term liabilities	<u>\$ 3,886,107</u>	<u>\$ 111,942</u>	<u>\$ 489,675</u>	<u>\$ 3,508,374</u>	<u>\$ 429,538</u>
<b>Business-Type Activities</b>					
Bonds and notes payable:					
General obligation debt	\$ 1,110,000	\$ -	\$ 54,949	\$ 1,055,051	\$ 55,000
General obligation notes from direct borrowings and direct placements	14,351	-	6,967	7,384	7,384
Alternative revenue bonds	<u>2,498,514</u>	<u>962,724</u>	<u>180,407</u>	<u>3,280,831</u>	<u>185,937</u>
Total bonds and notes payable	<u>3,622,865</u>	<u>962,724</u>	<u>242,323</u>	<u>4,343,266</u>	<u>248,321</u>
Other liabilities:					
Vested compensated absences	<u>25,515</u>	<u>18,275</u>	<u>13,778</u>	<u>30,012</u>	<u>5,122</u>
Total other liabilities	<u>25,515</u>	<u>18,275</u>	<u>13,778</u>	<u>30,012</u>	<u>5,122</u>
Total business-type activities long-term liabilities	<u>\$ 3,648,380</u>	<u>\$ 980,999</u>	<u>\$ 256,101</u>	<u>\$ 4,373,278</u>	<u>\$ 253,443</u>

In accordance with Wisconsin Statutes, total general obligation indebtedness of the City may not exceed 5% of the equalized value of taxable property within the City's jurisdiction. The debt limit as of December 31, 2023, was \$26,453,765. Total general obligation debt outstanding at year-end was \$4,342,166.

# City of Mayville

Notes to Financial Statements  
December 31, 2023

## General Obligation Debt

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

<u>Governmental Activities</u>					
<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2023</u>
2005 State Trust Fund Loan**	01/25/05	03/15/24	5.25%	\$ 230,548	\$ 26,764
2014 General obligation notes	06/26/14	06/01/24	.90-2.60	415,000	65,000
2014 State Trust Fund Loan**	07/10/14	03/15/34	4.25	650,000	442,967
2016 GO Promissory Note	05/05/16	05/01/26	2.00	975,000	410,000
2021 GO Corporate Purpose Bonds	05/13/21	05/01/41	0.3-2.25	2,360,000	<u>2,335,000</u>
Total governmental activities, general obligation debt					<u>\$ 3,279,731</u>

\*\* The debt noted above is directly placed with a third party

<u>Business-Type Activities</u>					
<u>General Obligation Debt</u>	<u>Date of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance December 31, 2023</u>
2005 State Trust Fund Loan**	01/25/05	03/15/24	5.25%	\$ 63,600	\$ 7,384
2016 General obligation notes	05/05/16	05/01/26	2.00	40,000	20,000
2021 GO Corporate Purpose Bonds	05/13/21	05/01/41	0.3-2.25	1,130,000	<u>1,035,051</u>
Total business-type activities, general obligation debt					<u>\$ 1,062,435</u>

\*\* The debt noted above is directly placed with a third party

# City of Mayville

Notes to Financial Statements  
December 31, 2023

The outstanding State Trust Fund Loans from direct borrowings, contain clauses that any delinquent payments are subject to a penalty of 1% per month and shall be deducted from any state payments that are due to the City. The other outstanding direct placements (promissory notes) contain clauses that if payment is not made on the due date, a delinquency charge may be collected of 12% of the unpaid amount.

Debt service requirements to maturity are as follows:

<u>Years</u>	<u>Governmental Activities General Obligation Debt</u>		<u>Business-Type Activities General Obligation Debt</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 300,000	\$ 43,225	\$ 55,000	\$ 16,160
2025	270,000	39,113	55,000	15,823
2026	270,000	35,500	60,000	15,360
2027	110,000	33,178	50,000	14,873
2028	110,000	32,105	50,000	14,385
2029-2033	620,000	138,283	285,000	61,418
2034-2038	710,000	81,028	305,000	36,773
2039-2041	420,000	13,998	195,051	65,000
Total	<u>\$ 2,810,000</u>	<u>\$ 416,430</u>	<u>\$ 1,055,051</u>	<u>\$ 239,792</u>

<u>Years</u>	<u>Governmental Activities General Obligation Notes From Direct Borrowings And Direct Placements</u>		<u>Business-Type Activities General Obligation Notes From Direct Borrowings And Direct Placements</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 60,694	\$ 20,288	\$ 7,384	\$ 388
2025	35,423	17,384	-	-
2026	36,929	15,879	-	-
2027	38,498	14,309	-	-
2028	40,100	12,708	-	-
2029-2033	227,392	36,345	-	-
2034-2038	30,695	1,305	-	-
Total	<u>\$ 469,731</u>	<u>\$ 118,218</u>	<u>\$ 7,384</u>	<u>\$ 388</u>

## Revenue Debt

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

The wastewater utility has pledged future net revenues, net of specified operating expenses, to repay revenue bonds issued in 2007 through 2018. Proceeds from the bonds provided financing for the capital improvements. The bonds are payable solely from wastewater revenues and are payable through 2038. Annual principal and interest payments on the bonds are expected to require 15.00% of net revenues. The total principal and interest remaining to be paid on the bonds is \$1,067,074. Principal and interest paid for the current year and total customer net revenues were \$114,080 and \$424,424, respectively.

The water utility has pledged future net revenues, net of specified operating expenses, to repay revenue bonds issued in 2015 through 2023. Proceeds from the bonds provided financing for the capital improvements. The bonds are payable solely from water revenues and are payable through 2043. Annual principal and interest payments on the bonds are expected to require 26.00% of net revenues. The total principal and interest remaining to be paid on the bonds is \$2,610,583. Principal and interest paid for the current year and total customer net revenues were \$113,211 and \$601,607, respectively.

# City of Mayville

Notes to Financial Statements  
December 31, 2023

Revenue debt payable at December 31, 2023, 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, 2023</u>
<b>Water Utility</b>					
Water Tower **	12/23/15	05/01/35	1.79%	\$ 586,559	\$ 393,048
Capital Improvements **	06/22/16	05/01/36	1.65	342,104	235,851
Capital Improvements **	06/13/18	05/01/38	1.87	939,407	739,735
Capital Improvements **	12/13/23	05/01/43	1.29	962,724	<u>962,724</u> (1)
				Total Water Utility	<u>2,331,358</u>

\*\* The debt noted is directly placed with a third party

(1) - During 2023, the utility was authorized to issue \$2,713,890 of water system Safe Drinking Water Loan revenue bonds. The original amount reported above has been issued as of December 31, 2023. The repayment schedule is for the amount issued.

## Wastewater Utility

Capital Improvements **	01/24/07	05/01/26	2.48	\$ 474,840	\$ 86,830
Capital improvements **	06/22/11	05/01/31	2.53	316,136	145,615
Capital Improvements **	02/22/12	05/01/31	2.40	229,191	109,186
Capital Improvements **	06/22/16	05/01/36	2.10	296,301	206,569
Capital improvements **	06/13/18	05/01/38	1.87	506,264	<u>401,273</u>
				Total Wastewater Utility	<u>949,473</u>

\*\* The debt noted is directly placed with a third party

Total business-type activities, revenue debt \$ 3,280,831

The outstanding debt noted above contain provisions that (1) any delinquent payments can be deducted from any state payments that are due to the City or a special charge may be added to the taxes apportioned to and levied upon the county in which the City is located and (2) in an event of default, outstanding amounts become immediately due and payable or the interest rate may be increased to the market interest rate and (3) any delinquent payments may be intercepted from the revenue of the wastewater system.



# City of Mayville

Notes to Financial Statements  
December 31, 2023

Debt service requirements to maturity are as follows:

<u>Years</u>	<b>Business-Type Activities Revenue Debt from Direct Borrowings and Direct Placements</b>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 185,937	\$ 52,226
2025	234,520	47,497
2026	238,703	43,273
2027	212,579	39,345
2028	216,173	35,720
2029-2033	1,065,193	123,658
2034-2038	851,284	46,122
2039-2043	<u>276,442</u>	<u>8,985</u>
Total	<u>\$ 3,280,831</u>	<u>\$ 396,826</u>

## Other Debt Information

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

See Note 5 for the net pension liability (asset) information

A statutory mortgage lien upon the water and wastewater'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 wastewater'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.

## Net Position/Fund Balances

Net position reported on the government-wide statement of net position at December 31, 2023, includes the following:

### Governmental Activities

Net investment in capital assets:

Land	\$ 1,704,920
Construction in progress	10,860,268
Other capital assets, net of accumulated depreciation/amortization	22,066,658
Less long-term debt outstanding	(3,279,731)
Plus noncapital debt proceeds	<u>26,764</u>

Total net investment in capital assets \$ 31,378,879

# City of Mayville

Notes to Financial Statements  
December 31, 2023

## Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2023, include the following:

	<u>General Fund</u>	<u>Library Fund</u>	<u>Debt Service Fund</u>	<u>Capital Improvement Fund</u>	<u>Nonmajor Funds</u>	<u>Total</u>
<b>Fund Balances</b>						
<b>Nonspendable:</b>						
Prepaid items	\$ 17,866	\$ -	\$ -	\$ -	\$ 4,832	\$ 22,698
Advances	1,093,243	-	-	-	-	1,093,243
Delinquent items	6,401	-	-	-	-	6,401
Subtotal	<u>1,117,510</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,832</u>	<u>1,122,342</u>
<b>Restricted for:</b>						
Debt service	-	-	851,847	-	-	851,847
Library	-	-	-	-	179,589	179,589
EMS and fire	-	-	-	-	206,843	206,843
Landfill activities	-	-	-	-	622,306	622,306
Parks	-	-	-	-	1,786	1,786
Subtotal	<u>-</u>	<u>-</u>	<u>851,847</u>	<u>-</u>	<u>1,010,524</u>	<u>1,862,371</u>
<b>Committed to:</b>						
Cable TV-city technology services	-	-	-	-	38,741	38,741
EMS state funds	-	-	-	-	1,279	1,279
Solid waste and recycling collection	-	-	-	-	1,217	1,217
Police trust activities	-	-	-	-	10,326	10,326
Mayville Center Board senior center activities	-	-	-	-	29,382	29,382
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,945</u>	<u>80,945</u>
<b>Assigned to:</b>						
FEMA funds	20,000	-	-	-	-	20,000
Employee separation funds	70,000	-	-	-	-	70,000
Fire department state 2% dues	4,984	-	-	-	-	4,984
Subtotal	<u>94,984</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>94,984</u>
<b>Unassigned (Deficit)</b>	<u>647,989</u>	<u>(210,326)</u>	<u>-</u>	<u>(251,070)</u>	<u>(410,523)</u>	<u>(223,930)</u>
Total fund balances (deficit)	<u>\$ 1,860,483</u>	<u>\$ (210,326)</u>	<u>\$ 851,847</u>	<u>\$ (251,070)</u>	<u>\$ 685,778</u>	<u>\$ 2,936,712</u>

## Business-Type Activities

Net investment in capital assets:

Land	\$ 275,909
Construction in progress	2,196,571
Other capital assets, net of accumulated depreciation	18,193,305
Less long-term debt outstanding	(4,343,266)
Plus unspent capital related debt proceeds	<u>7,384</u>

Total net investment in capital assets \$ 16,329,903

**Component Unit**

**Community Development Authority**

This report contains the 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/Masurement Focus

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

b. Deposits and Investments

	<u>Carrying Value</u>	<u>Bank and Investment Balances</u>	<u>Associated Risks</u>
Deposits	\$ 70,051	\$ 70,051	Custodial credit

**Custodial Credit Risk**

**Deposits**

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

The CDA does not have any deposits exposed to custodial credit risk.

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

**5. Other Information**

**Employees' Retirement System**

**Plan Description**

The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, expected to work at least 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

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

# City of Mayville

Notes to Financial Statements  
December 31, 2023

## Vesting

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

## Benefits Provided

Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and executive service retirement participants, if hired on or before 12/31/2016) are entitled to retirement benefit based on a formula factor, their average earnings and creditable service.

Final average earnings is the average of the participant's three highest annual earnings period. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at age 55 (50 for protective occupations) and receive an actuarially reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

## 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>
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0
2022	7.4	15.0

## City of Mayville

Notes to Financial Statements  
December 31, 2023

### Contributions

Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for General category employees, including Teachers, Executives and Elected Officials. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee category. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

During the reporting period, the WRS recognized \$167,926 in contributions from the City.

Contribution rates for the plan year reported as of December 31, 2023 are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (Executives & Elected Officials)	6.50 %	6.50 %
Protective with Social Security	6.50	12.00
Protective without Social Security	6.50	16.40

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

At December 31, 2023, the City reported a liability of \$731,597 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021 rolled forward to December 31, 2022. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2022, the City's proportion was 0.01380970%, which was an increase of 0.00035424% from its proportion measured as of December 31, 2021.

For the year ended December 31, 2023, the City recognized pension expense of \$339,299.

At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between projected and actual experience	\$ 1,165,207	\$ 1,530,820
Changes in assumptions	143,862	-
Net differences between projected and actual earnings on pension plan investments	1,242,814	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,043	5,804
Employer contributions subsequent to the measurement date	<u>199,621</u>	<u>-</u>
Total	<u>\$ 2,752,547</u>	<u>\$ 1,536,624</u>

## City of Mayville

Notes to Financial Statements  
December 31, 2023

\$199,621 reported as deferred outflows of resources related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Years Ending December 31:</u>	<u>Deferred Outflows of Resources and Deferred Inflows of Resources (Net)</u>
2024	\$ 40,899
2025	210,198
2026	215,443
2027	549,762

### Actuarial Assumptions

The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2021
Measurement Date of Net Pension Liability (Asset):	December 31, 2022
Experience Study:	January 1, 2018 - December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Wage Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-Retirement Adjustments*:	1.7%

\* No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. The Total Pension Liability for December 31, 2022 is based upon a roll-forward of the liability calculated from the December 31, 2021 actuarial valuation.

**Long-Term Expected Return on Plan Assets**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<b>Asset Allocation Targets and Expected Returns* as of December 31, 2022</b>			
<b>Core Fund Asset Class</b>	<b>Asset Allocation %</b>	<b>Long-Term Expected Nominal Rate of Return %</b>	<b>Long-Term Expected Real Rate of Return %**</b>
Public Equity	48	7.6	5
Public Fixed Income	25	5.3	2.7
Inflation Sensitive	19	3.6	1.1
Real Estate	8	5.2	2.6
Private Equity/Debt	15	9.6	6.9
Total Core Fund***	115	7.4	4.8
<b>Variable Fund Asset</b>			
U.S. Equities	70	7.2	4.6
International Equities	30	8.1	5.5
Total Variable Fund	100	7.7	5.1

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

\*\* *New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%*

\*\*\* *The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used subject to an allowable range of up to 20%.*

**Single Discount Rate**

A single discount rate of 6.8% was used to measure the total pension liability for the current and prior year. This discount rate is based on the expected rate of return on pension plan investments of 6.8% and a municipal bond rate of 4.05% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's *20-year Municipal GO AA Index* as of December 31, 2022. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.) Because of the unique structure of WRS, the 6.8% expected rate of return implies that a dividend of approximately 1.7% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the investment rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the City's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate**

The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80%, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.80%) or 1-percentage-point higher (7.80%) than the current rate:

	<u>1% Decrease to Discount Rate (5.8%)</u>	<u>Current Discount Rate (6.8%)</u>	<u>1% Increase to Discount Rate (7.8%)</u>
City's proportionate share of the net pension liability (asset)	\$ 2,428,146	\$ 731,597	\$ (435,483)

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

At December 31, 2023, the City reported a payable to the pension plan which represents contractually required contributions outstanding as of the end of the year.

**Risk Management**

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



## Commitments and Contingencies

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

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

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

The City has active construction projects as of December 31, 2023. Work that has been completed on these projects but not yet paid for (including contract retainages) is reflected as accounts payable and expenditures.

## Subsequent Event

The Water Utility has applied for an increase of 47.84% pending approval by the Public Service Commission of Wisconsin in May of 2024.

## Economic Dependency

### Water Utility

The Water Utility has one significant customer who was responsible for 12% of operating revenues in 2023.

## Effect of New Accounting Standards on Current-Period Financial Statements

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

- Statement No. 100, *Accounting Changes and Error Corrections - an Amendment of GASB Statement No. 62*
- Statement No. 101, *Compensated Absences*
- Statement No. 102, *Certain Risk Disclosures*

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

**REQUIRED SUPPLEMENTARY INFORMATION**

## City of Mayville

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -  
 General Fund  
 Year Ended December 31, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<b>Revenues</b>			
Taxes	\$ 1,988,250	\$ 1,918,732	\$ (69,518)
Intergovernmental	1,155,798	1,195,581	39,783
Public charges for services	502,850	558,688	55,838
Fines, forfeitures and penalties	42,500	45,252	2,752
Licenses and permits	68,665	70,239	1,574
Intergovernmental charges for services	2,800	398	(2,402)
Investment income	54,680	170,670	115,990
Miscellaneous	24,200	71,177	46,977
	<u>3,839,743</u>	<u>4,030,737</u>	<u>190,994</u>
Total revenues			
<b>Expenditures</b>			
Current:			
General government	782,976	913,094	(130,118)
Public safety	1,910,050	2,129,245	(219,195)
Public works	897,382	798,250	99,132
Health and human services	15,086	14,192	894
Culture, recreation and education	556,378	583,086	(26,708)
Conservation and development	38,776	83,634	(44,858)
	<u>4,200,648</u>	<u>4,521,501</u>	<u>(320,853)</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>(360,905)</u>	<u>(490,764)</u>	<u>(129,859)</u>
<b>Other Financing Sources</b>			
Property sales	-	224	224
Transfers in	214,000	206,675	(7,325)
	<u>214,000</u>	<u>206,899</u>	<u>(7,101)</u>
Total other financing sources			
Net change in fund balance	(146,905)	(283,865)	(136,960)
<b>Fund Balance, Beginning</b>	<u>2,144,348</u>	<u>2,144,348</u>	<u>-</u>
<b>Fund Balance, Ending</b>	<u>\$ 1,997,443</u>	<u>\$ 1,860,483</u>	<u>\$ (136,960)</u>

See notes to required supplementary information

## City of Mayville

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

Library Fund

Year Ended December 31, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<b>Revenues</b>			
Charges for services	\$ 6,000	\$ 36,394	\$ 30,394
Investment income	20,000	14,012	(5,988)
Donations and contributions	<u>31,500</u>	<u>5,086,609</u>	<u>5,055,109</u>
Total revenues	<u>57,500</u>	<u>5,137,015</u>	<u>5,079,515</u>
<b>Expenditures</b>			
Culture, recreation, and education	28,000	24,144	3,856
Capital outlay	<u>1,500</u>	<u>8,360,177</u>	<u>(8,358,677)</u>
Total expenditures	<u>29,500</u>	<u>8,384,321</u>	<u>(8,354,821)</u>
Net change in fund balance	28,000	(3,247,306)	(3,275,306)
<b>Fund Balance, Beginning</b>	<u>3,036,980</u>	<u>3,036,980</u>	<u>-</u>
<b>Fund Balance, Ending</b>	<u>\$ 3,064,980</u>	<u>\$ (210,326)</u>	<u>\$ (3,275,306)</u>

See notes to required supplementary information

**City of Mayville**

Schedule of Proportionate Share of the Net Pension Asset / (Liability)

Wisconsin Retirement System

Year Ended December 31, 2023

<b>Fiscal Year Ending</b>	<b>Proportion of the Net Pension Liability (Asset)</b>	<b>Proportionate Share of the Net Pension Liability (Asset)</b>	<b>Covered Payroll</b>	<b>Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll</b>	<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>
12/31/23	0.01380970 %	\$ 731,597	\$ 2,033,044	35.99 %	95.72 %
12/31/22	0.01345546 %	(1,084,534)	1,895,680	57.21 %	106.02 %
12/31/21	0.01338788 %	(835,823)	1,841,931	45.38 %	105.26 %
12/31/20	0.01344166 %	(433,420)	1,776,613	24.40 %	102.96 %
12/31/19	0.01372738 %	488,377	1,773,616	27.54 %	96.45 %
12/31/18	0.01395074 %	(414,214)	1,775,274	23.33 %	102.93 %
12/31/17	0.01390193 %	114,585	1,804,077	6.35 %	99.12 %
12/31/16	0.01370825 %	222,756	1,720,298	12.95 %	98.20 %
12/31/15	0.01355681 %	(332,992)	1,652,994	20.14 %	102.74 %

Schedule of Employer Contributions

Wisconsin Retirement System

Year Ended December 31, 2023

<b>Fiscal Year Ending</b>	<b>Contractually Required Contributions</b>	<b>Contributions in Relation to the Contractually Required Contributions</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Payroll</b>	<b>Contributions as a Percentage of Covered Payroll</b>
12/31/23	\$ 199,621	\$ 199,621	\$ -	\$ 2,217,688	9.00 %
12/31/22	168,157	168,157	-	2,081,355	8.08 %
12/31/21	158,395	158,395	-	1,954,928	8.10 %
12/31/20	152,731	152,731	-	1,841,734	8.29 %
12/31/19	139,129	139,129	-	1,776,614	7.83 %
12/31/18	139,805	139,805	-	1,773,617	7.88 %
12/31/17	139,133	139,133	-	1,775,275	7.84 %
12/31/16	134,521	134,521	-	1,804,077	7.46 %
12/31/15	132,599	132,599	-	1,652,994	8.02 %

See notes to the required supplementary information

## City of Mayville

Notes to Required Supplementary Information  
Year Ended December 31, 2023

### Budgetary Information

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

The budgeted amounts presented include any amendments made. The City 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. There were no carryovers to the following year. Budgets are adopted at the department level of expenditure.

### Excess Expenditures Over Appropriations

Excess expenditures over appropriations are as follows:

	<u>Final Budget</u>	<u>Expenditures</u>	<u>Excess</u>
<b>General Fund</b>			
Elections	\$ 7,375	\$ 7,717	\$ 342
Building and plant	27,332	58,528	31,196
Data processing	5,550	14,847	9,297
Financial administration	182,088	333,980	151,892
Assessment of property	13,500	15,420	1,920
Property and liability insurance	123,523	134,763	11,240
Police department	1,166,813	1,292,322	125,509
Fire department	207,765	222,047	14,282
Inspection	11,259	12,336	1,077
Ambulance	502,487	581,056	78,569
Emergency government	11,883	13,027	1,144
Street lighting	69,986	69,990	4
Celebration and entertainment	2,805	2,878	73
Library, data processing	11,488	13,184	1,696
Zoning	33,950	82,263	48,313
Parks	250,603	292,683	42,080
Sidewalks	3,926	4,174	248
Animal control	3,400	3,600	200

### 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 City is required to present the last 10 years of data; however, accounting standards allow the presentation of as many years as are available until 10 fiscal years are presented.

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

## City of Mayville

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Notes to Required Supplementary Information  
Year Ended December 31, 2023

*Changes in assumptions.* Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021, including the following:

- Lowering the long-term expected rate of return from 7.0% to 6.8%
- Lowering the discount rate from 7.0% to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the post-retirement adjustments from 1.9% to 1.7%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-ended December 31, 2018, including the following:

- Lowering the long-term expected rate of return from 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the post-retirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table

## **SUPPLEMENTARY INFORMATION**



## City of Mayville

### Detailed Schedule of Revenues and Other Financing Sources - Budget and Actual -

General Fund

Year Ended December 31, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<b>Taxes</b>			
General property taxes	\$ 1,969,550	\$ 1,914,223	\$ (55,327)
Payments in lieu of taxes	18,700	4,509	(14,191)
Total taxes	<u>1,988,250</u>	<u>1,918,732</u>	<u>(69,518)</u>
<b>Intergovernmental Revenues</b>			
State aid, shared revenues	799,373	786,703	(12,670)
State aid, elections	-	600	600
State aid, fire insurance tax	17,000	20,356	3,356
State aid, road allotment	292,677	328,053	35,376
State aid, connecting streets	22,078	22,106	28
State aid, ambulance	-	13,092	13,092
State aid, exempt computer	23,390	23,391	1
State aid, law enforcement training	1,280	1,280	-
Total intergovernmental revenues	<u>1,155,798</u>	<u>1,195,581</u>	<u>39,783</u>
<b>Public Charges for Services</b>			
City Clerk & Treasurer	8,700	15,422	6,722
Law enforcement fees	1,650	692	(958)
Ambulance fees	482,500	539,131	56,631
Fire protection fees	10,000	2,493	(7,507)
Animal control	-	125	125
Weed cutting	-	825	825
Total public charges for services	<u>502,850</u>	<u>558,688</u>	<u>55,838</u>
<b>Fines, Forfeitures and Penalties</b>			
Court penalties and costs	30,000	36,954	6,954
Parking violations	12,500	8,298	(4,202)
Total fines, forfeitures and penalties	<u>42,500</u>	<u>45,252</u>	<u>2,752</u>
<b>Licenses and Permits</b>			
Liquor and malt beverage licenses	11,700	13,790	2,090
Operators' license	4,100	4,783	683
Cigarette licenses	500	700	200
Dog licenses	3,900	2,849	(1,051)
Cat licenses	350	250	(100)
Building permits	39,215	42,122	2,907
Other regulatory permits and fees	8,900	5,745	(3,155)
Total licenses and permits	<u>68,665</u>	<u>70,239</u>	<u>1,574</u>
<b>Intergovernmental Charges for Services</b>			
Charges to public agencies	<u>2,800</u>	<u>398</u>	<u>(2,402)</u>
<b>Investment Income</b>			
Investment income	<u>54,680</u>	<u>170,670</u>	<u>115,990</u>

## City of Mayville

Detailed Schedule of Revenues and Other Financing Sources - Budget and Actual -

General Fund

Year Ended December 31, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<b>Miscellaneous Revenues</b>			
Rent	\$ 14,400	\$ 17,098	\$ 2,698
Insurance recoveries	7,500	51,035	43,535
Other miscellaneous	2,000	2,794	794
Donations and contributions	<u>300</u>	<u>250</u>	<u>(50)</u>
Total miscellaneous revenues	<u>24,200</u>	<u>71,177</u>	<u>46,977</u>
<b>Other Financing Sources</b>			
Property sales	-	224	224
Transfers in-PILOT	201,000	193,675	(7,325)
Transfers in	<u>13,000</u>	<u>13,000</u>	<u>-</u>
Total other financing sources	<u>214,000</u>	<u>206,899</u>	<u>(7,101)</u>
Total revenues and other financing sources	<u>\$ 4,053,743</u>	<u>\$ 4,237,636</u>	<u>\$ 183,893</u>

## City of Mayville

### Detailed Schedule of Expenditures and Other Financing Uses - Budget and Actual -

General Fund

Year Ended December 31, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<b>General Government</b>			
Council	\$ 23,107	\$ 20,430	\$ 2,677
Mayor	10,633	9,998	635
General administration	212,401	202,372	10,029
Elections	7,375	7,717	(342)
Legal	50,000	42,379	7,621
Building and plant	27,332	58,528	(31,196)
Data processing	5,550	14,847	(9,297)
Financial administration	182,088	333,980	(151,892)
Assessment of property	13,500	15,420	(1,920)
Property and liability insurance	123,523	134,763	(11,240)
Contingency	127,467	72,660	54,807
Total general government	<u>782,976</u>	<u>913,094</u>	<u>(130,118)</u>
<b>Public Safety</b>			
Police and fire commission	1,325	768	557
Police department	1,166,813	1,292,322	(125,509)
Crossing guards	8,518	7,689	829
Fire department	207,765	222,047	(14,282)
Inspection	11,259	12,336	(1,077)
Ambulance	502,487	581,056	(78,569)
Emergency government	11,883	13,027	(1,144)
Total public safety	<u>1,910,050</u>	<u>2,129,245</u>	<u>(219,195)</u>
<b>Public Works</b>			
Dams	2,900	2,406	494
Director of public works	60,150	18,959	41,191
Streets and roads	573,966	561,859	12,107
Bridges	3,147	698	2,449
Street lighting	69,986	69,990	(4)
Sidewalks	3,926	4,174	(248)
Storm sewers	14,771	8,614	6,157
Tree and brush removal	13,900	10,303	3,597
Snow and ice	154,636	121,247	33,389
Total public works	<u>897,382</u>	<u>798,250</u>	<u>99,132</u>
<b>Health and Social Services</b>			
Animal control	3,400	3,600	(200)
Senior citizen center	11,686	10,592	1,094
Total health and social services	<u>15,086</u>	<u>14,192</u>	<u>894</u>

## City of Mayville

### Detailed Schedule of Expenditures and Other Financing Uses - Budget and Actual -

General Fund

Year Ended December 31, 2023

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
<b>Culture, Recreation and Education</b>			
Celebration and entertainment	\$ 2,805	\$ 2,878	\$ (73)
Recreation director	45,674	36,841	8,833
Parks	250,603	292,683	(42,080)
Historical society	1,000	1,000	-
Library	244,808	236,500	8,308
Library, data processing	11,488	13,184	(1,696)
Total culture, recreation and education	<u>556,378</u>	<u>583,086</u>	<u>(26,708)</u>
<b>Conservation and Development</b>			
Weed control	2,522	349	2,173
Zoning	33,950	82,263	(48,313)
Flood control	2,304	1,022	1,282
Total conservation and development	<u>38,776</u>	<u>83,634</u>	<u>(44,858)</u>
Total expenditures	<u>\$ 4,200,648</u>	<u>\$ 4,521,501</u>	<u>\$ (320,853)</u>

# City of Mayville

Combining Balance Sheet -  
 Nonmajor Governmental Funds  
 December 31, 2023

	<b>Special Revenue Funds</b>			
	<b>Cable TV</b>	<b>EMS State Funds</b>	<b>County Library</b>	<b>Recreation</b>
<b>Assets</b>				
Cash and investments	\$ 42,495	\$ 1,279	\$ 188,982	\$ -
Receivables:				
Taxes	-	-	-	-
Accounts	-	-	-	-
Loans	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	4,832	-	-	-
	<u>4,832</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 47,327</u>	<u>\$ 1,279</u>	<u>\$ 188,982</u>	<u>\$ -</u>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ 3,754	\$ -	\$ 8,244	\$ 39
Accrued liabilities	-	-	1,149	101
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Advances from other funds	-	-	-	10,812
	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,812</u>
Total liabilities	<u>3,754</u>	<u>-</u>	<u>9,393</u>	<u>10,952</u>
<b>Deferred Inflows of Resources</b>				
Unearned revenues	-	-	-	-
Unavailable revenues	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances (Deficit)</b>				
Nonspendable	4,832	-	-	-
Restricted	-	-	179,589	-
Committed	38,741	1,279	-	-
Unassigned (deficit)	-	-	-	(10,952)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10,952)</u>
Total fund balances (deficit)	<u>43,573</u>	<u>1,279</u>	<u>179,589</u>	<u>(10,952)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 47,327</u>	<u>\$ 1,279</u>	<u>\$ 188,982</u>	<u>\$ -</u>

**Special Revenue Funds**

<u>Recycling</u>	<u>Police Trust Fund</u>	<u>Mayville Center Board</u>	<u>EMS and Fire</u>	<u>Solid Waste and Recycling Collection</u>	<u>Landfill</u>	<u>Customer Loan Fund</u>
\$ -	\$ 10,326	\$ 30,604	\$ 97,327	\$ -	\$ 622,306	\$ -
10,412	-	-	-	-	13,000	10,381
-	-	-	-	7,305	-	-
-	-	-	-	-	-	43,662
-	-	-	-	8,062	-	-
-	-	-	-	-	-	-
<u>\$ 10,412</u>	<u>\$ 10,326</u>	<u>\$ 30,604</u>	<u>\$ 97,327</u>	<u>\$ 15,367</u>	<u>\$ 635,306</u>	<u>\$ 54,043</u>
\$ -	\$ -	\$ 1,222	\$ 155	\$ 97	\$ -	\$ -
208	-	-	-	-	-	-
-	-	-	-	14,053	-	-
-	-	-	-	-	-	-
<u>35,377</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,853</u>
<u>35,585</u>	<u>-</u>	<u>1,222</u>	<u>155</u>	<u>14,150</u>	<u>-</u>	<u>58,853</u>
10,412	-	-	-	-	13,000	10,381
-	-	-	-	-	-	43,662
<u>10,412</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,000</u>	<u>54,043</u>
-	-	-	-	-	-	-
-	-	-	97,172	-	622,306	-
-	10,326	29,382	-	1,217	-	-
<u>(35,585)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(58,853)</u>
<u>(35,585)</u>	<u>10,326</u>	<u>29,382</u>	<u>97,172</u>	<u>1,217</u>	<u>622,306</u>	<u>(58,853)</u>
<u>\$ 10,412</u>	<u>\$ 10,326</u>	<u>\$ 30,604</u>	<u>\$ 97,327</u>	<u>\$ 15,367</u>	<u>\$ 635,306</u>	<u>\$ 54,043</u>

**City of Mayville**

Combining Balance Sheet -  
 Nonmajor Governmental Funds  
 December 31, 2023

	<b>Special Revenue Funds</b>	<b>Capital Project Funds</b>		
	<b>ARPA</b>	<b>TIF District No. 4</b>	<b>TIF District No. 5</b>	<b>TIF District No. 6</b>
<b>Assets</b>				
Cash and investments	\$ 503,828	\$ -	\$ -	\$ -
Receivables:				
Taxes	-	19,233	38,493	89,425
Accounts	-	-	-	-
Loans	-	-	-	-
Due from other funds	-	-	-	-
Prepaid items	-	-	-	-
<b>Total assets</b>	<b><u>\$ 503,828</u></b>	<b><u>\$ 19,233</u></b>	<b><u>\$ 38,493</u></b>	<b><u>\$ 89,425</u></b>
<b>Liabilities, Deferred Inflows of Resources and Fund Balances</b>				
<b>Liabilities</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 2,813
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	503,828	-	-	-
Advances from other funds	-	99,970	168,695	33,655
<b>Total liabilities</b>	<b><u>503,828</u></b>	<b><u>99,970</u></b>	<b><u>168,695</u></b>	<b><u>36,468</u></b>
<b>Deferred Inflows of Resources</b>				
Unearned revenues	-	19,233	38,493	89,425
Unavailable revenues	-	-	-	-
<b>Total deferred inflows of resources</b>	<b><u>-</u></b>	<b><u>19,233</u></b>	<b><u>38,493</u></b>	<b><u>89,425</u></b>
<b>Fund Balances (Deficit)</b>				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned (deficit)	-	(99,970)	(168,695)	(36,468)
<b>Total fund balances (deficit)</b>	<b><u>-</u></b>	<b><u>(99,970)</u></b>	<b><u>(168,695)</u></b>	<b><u>(36,468)</u></b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b><u>\$ 503,828</u></b>	<b><u>\$ 19,233</u></b>	<b><u>\$ 38,493</u></b>	<b><u>\$ 89,425</u></b>

<u>Capital Project Funds</u>		
<u>EMS Equipment Replacement Fund</u>	<u>Parks</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 109,671	\$ 1,786	\$ 1,608,604
-	-	180,944
-	-	7,305
-	-	43,662
-	-	8,062
-	-	4,832
<u>\$ 109,671</u>	<u>\$ 1,786</u>	<u>\$ 1,853,409</u>
\$ -	\$ -	\$ 16,324
-	-	1,458
-	-	14,053
-	-	503,828
-	-	407,362
<u>-</u>	<u>-</u>	<u>943,025</u>
-	-	180,944
-	-	43,662
<u>-</u>	<u>-</u>	<u>224,606</u>
-	-	4,832
109,671	1,786	1,010,524
-	-	80,945
-	-	(410,523)
<u>109,671</u>	<u>1,786</u>	<u>685,778</u>
<u>\$ 109,671</u>	<u>\$ 1,786</u>	<u>\$ 1,853,409</u>



## City of Mayville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Nonmajor Governmental Funds  
 Year Ended December 31, 2023

	<b>Special Revenue Funds</b>			
	<b>Cable TV</b>	<b>EMS State Funds</b>	<b>County Library</b>	<b>Recreation</b>
<b>Revenues</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	15,273	-	72,666	-
Public charges for services	-	-	-	15,950
Licenses and permits	31,237	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	21,314
<b>Total revenues</b>	<b>46,510</b>	<b>-</b>	<b>72,666</b>	<b>37,264</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Public safety	-	2,082	-	-
Public works	-	-	-	-
Culture, recreation and education	59,186	-	64,143	50,268
Conservation and development	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
<b>Total expenditures</b>	<b>59,186</b>	<b>2,082</b>	<b>64,143</b>	<b>50,268</b>
Excess (deficiency) of revenues over expenditures	(12,676)	(2,082)	8,523	(13,004)
Net change in fund balances	(12,676)	(2,082)	8,523	(13,004)
<b>Fund Balances (Deficit), Beginning</b>	<b>56,249</b>	<b>3,361</b>	<b>171,066</b>	<b>2,052</b>
<b>Fund Balances (Deficit), Ending</b>	<b>\$ 43,573</b>	<b>\$ 1,279</b>	<b>\$ 179,589</b>	<b>\$ (10,952)</b>

**Special Revenue Funds**

<u>Recycling</u>	<u>Police Trust Fund</u>	<u>Mayville Center Board</u>	<u>EMS and Fire</u>	<u>Solid Waste and Recycling Collection</u>	<u>Landfill</u>	<u>Customer Loan Fund</u>
\$ 10,412	\$ -	\$ -	\$ -	\$ -	\$ 13,000	\$ -
31,158	-	-	61,428	-	-	-
-	-	-	-	269,229	34,861	11,404
-	-	-	-	-	-	-
-	-	2,022	2,377	-	-	1,210
494	789	139	25,714	-	40,000	-
<u>42,064</u>	<u>789</u>	<u>2,161</u>	<u>89,519</u>	<u>269,229</u>	<u>87,861</u>	<u>12,614</u>
-	-	-	-	-	-	-
-	-	-	108,720	-	-	-
45,787	-	-	-	329,797	-	-
-	-	8,319	-	-	-	-
-	-	-	-	-	50,981	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>45,787</u>	<u>-</u>	<u>8,319</u>	<u>108,720</u>	<u>329,797</u>	<u>50,981</u>	<u>-</u>
<u>(3,723)</u>	<u>789</u>	<u>(6,158)</u>	<u>(19,201)</u>	<u>(60,568)</u>	<u>36,880</u>	<u>12,614</u>
(3,723)	789	(6,158)	(19,201)	(60,568)	36,880	12,614
<u>(31,862)</u>	<u>9,537</u>	<u>35,540</u>	<u>116,373</u>	<u>61,785</u>	<u>585,426</u>	<u>(71,467)</u>
<u>\$ (35,585)</u>	<u>\$ 10,326</u>	<u>\$ 29,382</u>	<u>\$ 97,172</u>	<u>\$ 1,217</u>	<u>\$ 622,306</u>	<u>\$ (58,853)</u>

# City of Mayville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Nonmajor Governmental Funds  
 Year Ended December 31, 2023

	<b>Special Revenue Funds</b>	<b>Capital Project Funds</b>		
	<b>ARPA</b>	<b>TIF District No. 4</b>	<b>TIF District No. 5</b>	<b>TIF District No. 6</b>
<b>Revenues</b>				
Taxes	\$ -	\$ 14,488	\$ 47,100	\$ -
Intergovernmental	-	201	2,047	-
Public charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>14,689</b>	<b>49,147</b>	<b>-</b>
<b>Expenditures</b>				
Current:				
General government	-	2,149	2,550	-
Public safety	-	-	-	-
Public works	-	-	-	-
Culture, recreation and education	-	-	-	-
Conservation and development	-	-	-	3,727
Debt service:				
Principal	-	-	97,596	-
Interest and fiscal charges	-	-	22,746	-
<b>Total expenditures</b>	<b>-</b>	<b>2,149</b>	<b>122,892</b>	<b>3,727</b>
Excess (deficiency) of revenues over expenditures	-	12,540	(73,745)	(3,727)
Net change in fund balances	-	12,540	(73,745)	(3,727)
<b>Fund Balances (Deficit), Beginning</b>	<b>-</b>	<b>(112,510)</b>	<b>(94,950)</b>	<b>(32,741)</b>
<b>Fund Balances (Deficit), Ending</b>	<b>\$ -</b>	<b>\$ (99,970)</b>	<b>\$ (168,695)</b>	<b>\$ (36,468)</b>

<u>Capital Project Funds</u>		
<u>EMS Equipment Replacement Fund</u>	<u>Parks</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ 85,000
37,949	-	220,722
-	-	331,444
-	-	31,237
(2,848)	-	2,761
-	786	89,236
<u>35,101</u>	<u>786</u>	<u>760,400</u>
-	-	4,699
-	-	110,802
-	-	375,584
-	-	181,916
-	-	54,708
-	-	97,596
-	-	22,746
<u>-</u>	<u>-</u>	<u>848,051</u>
<u>35,101</u>	<u>786</u>	<u>(87,651)</u>
35,101	786	(87,651)
<u>74,570</u>	<u>1,000</u>	<u>773,429</u>
<u>\$ 109,671</u>	<u>\$ 1,786</u>	<u>\$ 685,778</u>