

VILLAGE OF DRESSER, WISCONSIN
FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2020



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**VILLAGE OF DRESSER, WISCONSIN
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INDEPENDENT AUDITORS' REPORT

The Village Board
Village of Dresser
Dresser, Wisconsin

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Dresser, Wisconsin (the Village) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds

The Village has not adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The amount by which the departure would affect the assets, liabilities, deferred outflows of resources, deferred inflows of resources, net position, and expenses has not been determined.

Qualified Opinions

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds” paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, and proprietary funds of the Village of Dresser as of December 31, 2020, 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.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major governmental fund and the aggregate remaining fund information of the Village of Dresser, Wisconsin, as of December 31, 2020, and the respective changes in the financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The individual fund statements and schedules are presented for purposes of additional analysis and are 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, except for the effects on the supplementary information of the qualified opinion on the Proprietary Funds as explained in the "Basis for Qualified Opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds" paragraph, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the Village's basic financial statements for the year ended December 31, 2019, which are not presented with the accompanying financial statements. In our report dated March 25, 2020, we expressed unmodified opinions on the respective financial statements of each major governmental fund and the aggregate remaining fund information and a qualified opinion on the Governmental Activities, Business-Type Activities and Proprietary Funds. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The 2019 actual amounts reflected in the detail schedule of general fund revenues, expenditures and changes in fund balance and the 2019 individual fund statements and schedules are presented for purposes of additional analysis and are 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 2019 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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, except for the effects on the 2019 individual fund financial statement presented for the Water Utility Enterprise Fund and the Sewer Utility Enterprise fund of the qualified opinions described above, the 2020 actual amounts reflected in the detailed schedule of general fund revenues, expenditures and changes in fund balance and the 2019 individual fund statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
May 6, 2021

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

As management of the Village of Dresser, Wisconsin (the Village), we offer the readers of the Village's financial statements this narrative overview and analysis of financial activities of the Village for the year ended December 31, 2020. Please consider this information in conjunction with the Village's financial statements, which begin on page 15 following this narrative.

FINANCIAL HIGHLIGHTS

Key financial highlights for the year ended December 31, 2020 include the following:

- The assets of the Village exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$3,014,179 (*net position*). Of this amount, \$2,655,843 represented the Village's net investment in capital assets, \$228,168 was held for restricted purposes, and \$130,168 was unrestricted. The unrestricted net position may be used to meet the Village's ongoing obligations to citizens and creditors.
- During the fiscal year, the Village's total net position decreased by \$561,954. Net position related to the governmental activities of the Village increased by \$36,044, while net position related to business-type activities decreased by \$597,998. The decrease in the business-type activities is mainly due to significant painting and rehabilitation maintenance costs associated with the water tower.
- At the close of the fiscal year, the Village's governmental funds reported combined ending fund balances of \$1,021,086, an increase of \$20,096 from the previous year.
- At the end of 2020, the unassigned balance of the general fund balance totaled \$569,917 or 84.5% of the general fund expenditures and other uses.
- The Village's long-term debt increased by \$444,994 during the current fiscal year. Outstanding general obligation debt totaled \$1,941,135 at year-end, approximately 57.0% of the Village's statutory debt capacity. During 2020 the Village owed the Village of Osceola \$47,857 derived from miscalculations in billing during 2014 and 2015 along with a failure to bill in 2016. The Village also issued \$550,000 of general obligation notes for the purpose of financing costs associated with the water tower project.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The two government-wide financial statements are designed to provide readers with a broad overview of the Village's finances. The *Statement of Net Position* presents information on all of the Village's assets, liabilities and deferred inflows/outflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or deteriorating.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

The *Statement of Activities* presents information showing how the Village's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish those functions of the Village that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and service charges (*business-type activities*). The governmental activities of the Village include general government, public safety, transportation facilities, sanitation, health and human services, culture, recreation and education, and conservation and development. The business-type activities of the Village include a water utility and a wastewater utility.

The government-wide financial statements can be found beginning on page 15 of this report.

Fund Financial Statements

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

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

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

The Village maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, Horsmann/Peterson fund, CDBG housing rehabilitation fund and library fund, which are considered to be major funds. The Village does not have any nonmajor funds.

The basic governmental fund financial statements can be found beginning on page 17 of this report.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

Proprietary Funds. The Village maintains one type of proprietary fund – enterprise funds. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Village uses enterprise funds to account for its water utility and wastewater utility.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each of the enterprise funds, which are all considered to be major funds of the Village.

The basic proprietary fund financial statements can be found beginning on page 21 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the Village's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found beginning on page 25 of this report.

Notes to Basic Financial Statements

The notes to basic financial statements provide additional detail that is essential to gaining a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found beginning on page 27 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the Village's operating budget. Required supplementary information can be found beginning on page 50 of this report.

Following the basic government-wide and fund financial statements, accompanying notes, and required supplementary information, additional supplementary information has been provided as part of this report. The supplementary information includes individual fund statements and schedules for selected funds. This supplementary information section of the report begins on page 53.

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The Village's assets exceeded liabilities and deferred inflows of resources by \$3,014,179 at the close of 2020. The largest portion of these net assets (88.11%) reflect the Village's investment in capital assets, including land, land improvements, buildings, machinery and equipment, infrastructure, plant in service, and construction in progress, net of related outstanding debt used to acquire the assets. These capital assets are used to provide services to citizens and are not available for future spending. Although the Village's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

The following is a summary of the Village's statement of net position:

**Condensed Statement of Net Position
December 31, 2020 and 2019**

	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Current and Other Assets	\$ 1,554,169	\$ 1,634,386	\$ 148,082	\$ 225,934	\$ 1,702,251	\$ 1,860,320
Capital Assets	1,509,624	1,533,511	2,451,760	2,491,649	3,961,384	4,025,160
Internal Balances	190,963	154,221	(190,963)	(154,221)	-	-
Total Assets	3,254,756	3,322,118	2,408,879	2,563,362	5,663,635	5,885,480
Long-Term Debt Outstanding	632,044	673,097	1,384,900	898,853	2,016,944	1,571,950
Other Liabilities	25,553	89,792	112,566	155,098	138,119	244,890
Total Liabilities	657,597	762,889	1,497,466	1,053,951	2,155,063	1,816,840
Total Deferred Inflows of Resources	494,393	492,507	-	-	494,393	492,507
Net Position:						
Net Investment in Capital						
Assets	881,106	848,544	1,774,737	1,827,604	2,655,843	2,676,148
Restricted	228,168	245,188	-	72,873	228,168	318,061
Unrestricted (Deficit)	993,492	972,990	(863,324)	(391,066)	130,168	581,924
Total Net Position	\$ 2,102,766	\$ 2,066,722	\$ 911,413	\$ 1,509,411	\$ 3,014,179	\$ 3,576,133

An additional portion of the Village's net position (7.57%) represents resources that are subject to other restrictions as to how they may be used. The remaining \$130,168 of total net position (4.32%) may be used to meet the Village's ongoing obligations to its citizens and creditors. It is important to note that of this unrestricted net position, \$993,492 was related to the Village's governmental activities, with a negative \$863,324 related to business-type activities.

The condensed statement of changes in net position presented on the following page shows that total net position of the Village decreased \$561,954, approximately 15.71%. The decrease consisted of an increase in net position related to governmental activities in the amount of \$36,044, and a decrease in net position related to business-type activities in the amount of \$597,998.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

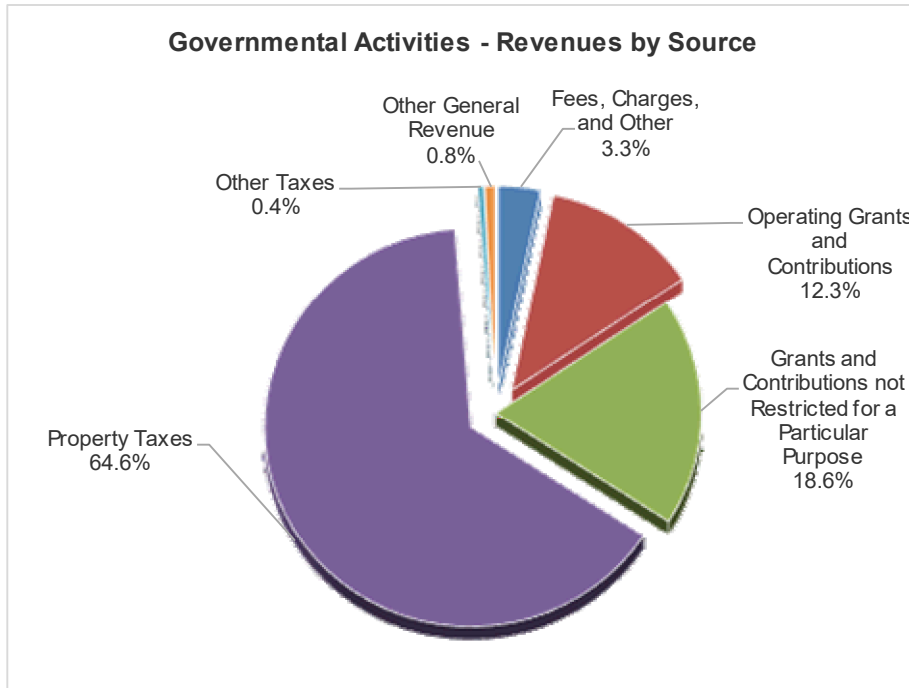
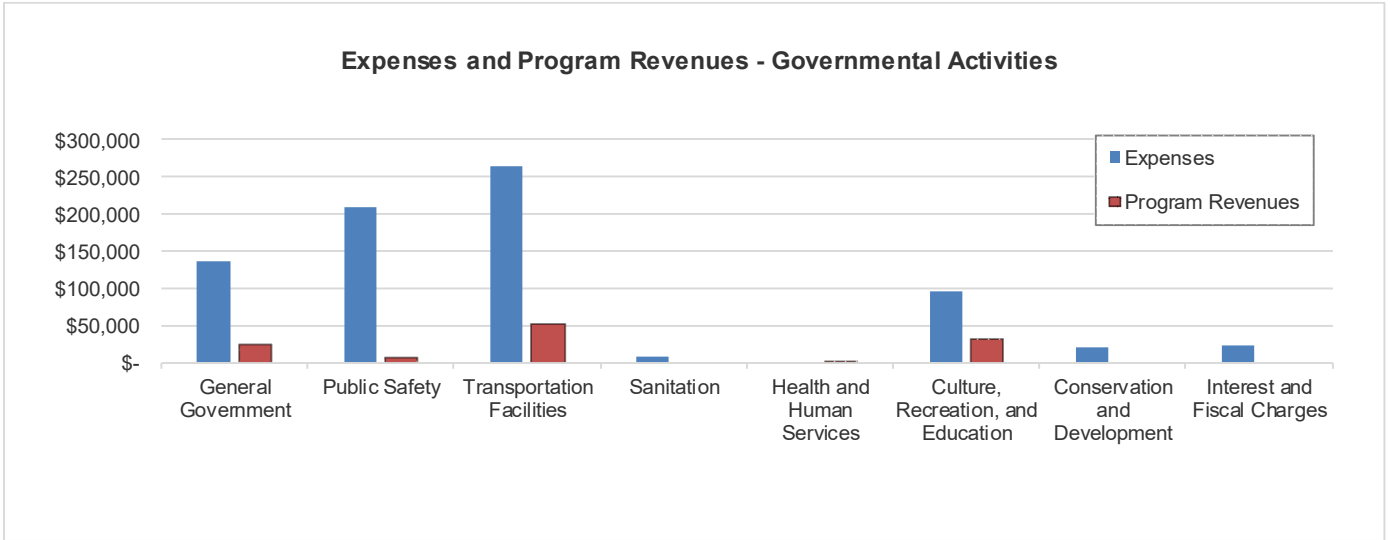
The following is a summary of the changes in the Village's net position for the year ended December 31, 2020:

**Condensed Statement of Changes in Net Position
Years Ended December 31, 2020 and 2019**

	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
REVENUES						
<u>Program Revenues</u>						
Charges for Services	\$ 25,041	\$ 23,875	\$ 543,562	\$ 516,053	\$ 568,603	\$ 539,928
Operating Grants and Contributions	93,730	75,197	-	-	93,730	75,197
Capital Grants and Contributions	-	-	8,000	8,000	8,000	8,000
<u>General Revenues</u>						
Property Taxes	492,507	492,211	-	-	492,507	492,211
Other Taxes	3,520	3,268	-	-	3,520	3,268
Grants and Contributions Not						
Restricted for a Particular Purpose	141,380	141,931	-	-	141,380	141,931
Other	5,887	17,013	1,888	8,374	7,775	25,387
Total Revenues	762,065	753,495	553,450	532,427	1,315,515	1,285,922
EXPENSES						
General Government	136,380	131,589	-	-	136,380	131,589
Public Safety	209,885	197,658	-	-	209,885	197,658
Transportation Facilities	265,162	269,133	-	-	265,162	269,133
Sanitation	7,236	3,612	-	-	7,236	3,612
Culture, Recreation, and Education	94,948	86,191	-	-	94,948	86,191
Conservation and Development	20,647	7,791	-	-	20,647	7,791
Interest and Fiscal Charges	22,728	15,918	-	-	22,728	15,918
Water	-	-	804,194	166,506	804,194	166,506
Sewer	-	-	316,289	548,460	316,289	548,460
Total Expenses	756,986	711,892	1,120,483	714,966	1,877,469	1,426,858
TRANSFERS	30,965	32,090	(30,965)	(32,090)	-	-
CHANGE IN NET POSITION	36,044	73,693	(597,998)	(214,629)	(561,954)	(140,936)
Net Position - Beginning of Year	2,066,722	1,993,029	1,509,411	1,724,040	3,576,133	3,717,069
NET POSITION - END OF YEAR	\$ 2,102,766	\$ 2,066,722	\$ 911,413	\$ 1,509,411	\$ 3,014,179	\$ 3,576,133

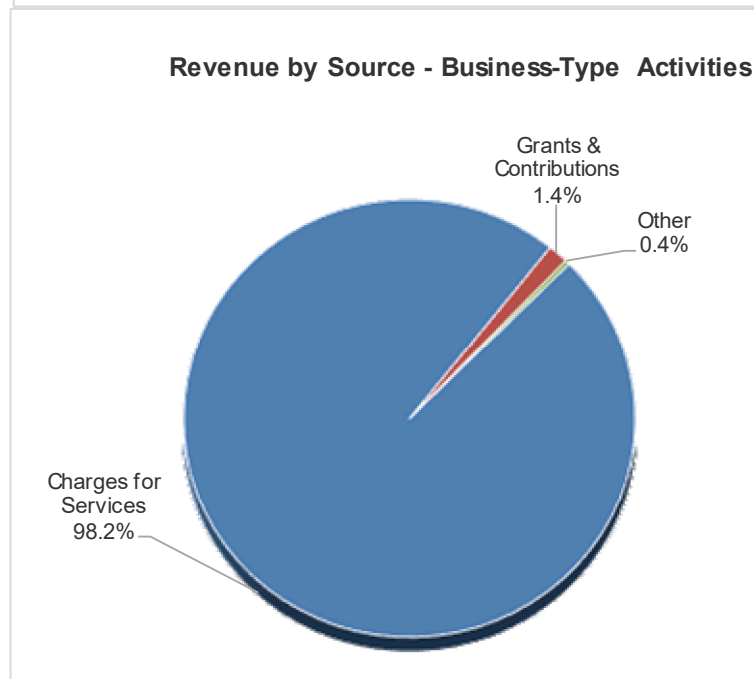
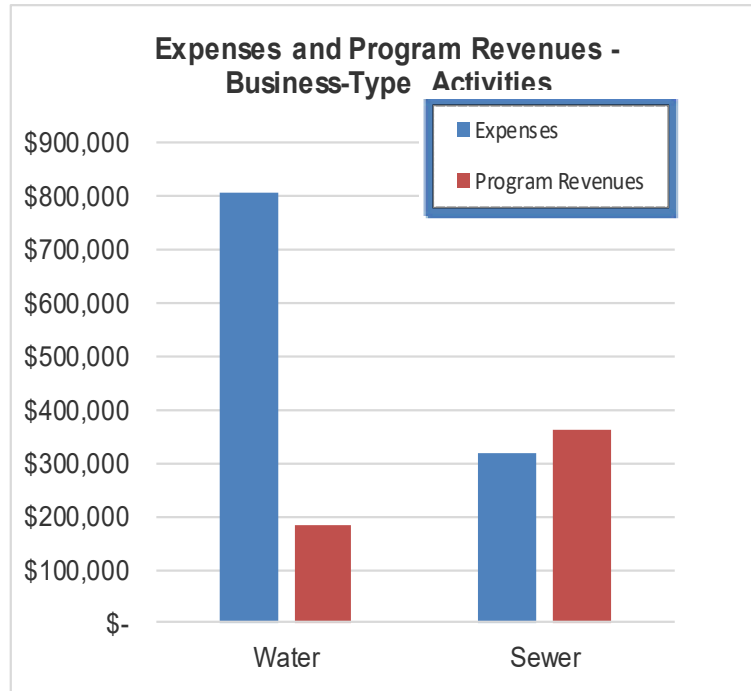
A review of statement of activities can provide a concise picture of how the various functions/programs of the Village are funded. The decrease in the water utility net position is related to the water tower rehabilitation project during 2020. The increase in the sewer utility net position is due to sewer lining expenses in the prior year along with additional expenses to the Village of Osceola for wastewater treatment expenses. The charts on the following pages draw data from the statement of activities.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**



For governmental service, the Village is primarily dependent upon property taxes (64.6%) and state and federal aids (30.9%) for funding.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**



In the case of business-type activities, the data shows a considerably different picture from that of governmental activities. Charges for services (98.2%) replace property taxes and unspecified aids as the primary source of revenue.

FINANCIAL ANALYSIS OF THE VILLAGE'S MAJOR FUNDS

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

Governmental Funds

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

As of December 31, 2020, the Village's governmental funds reported combined ending fund balances of \$1,021,086, an increase of \$20,096 from the previous year. The governmental funds comprising this balance are shown below:

	Fund Balances at December 31, 2020					Current Year Change
	Nonspendable	Restricted	Assigned	Unassigned	Total	
Major Funds:						
General Fund	\$ 190,963	\$ -	\$ 230,600	\$ 569,917	\$ 991,480	\$ 207,367
Debt Service Fund	-	-	-	-	-	-
Horsmann/Peterson Fund	-	-	-	-	-	(164,487)
CDBG Housing Rehab Fund	-	16,673	-	-	16,673	(15,148)
Library Fund	-	-	12,933	-	12,933	(7,636)
	<u>\$ 190,963</u>	<u>\$ 16,673</u>	<u>\$ 243,533</u>	<u>\$ 569,917</u>	<u>\$ 1,021,086</u>	<u>\$ 20,096</u>

Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the board. Unassigned fund balance is the residual classification for the Village's general fund and includes all spendable amounts not contained in the other classifications.

The general fund is the primary operating fund used to account for the governmental operations of the Village. The general fund's total fund balance increased \$207,367 during the year, while the unassigned portion of the fund increased by \$186,026 to a balance of \$569,917.

As a measure of the general fund's liquidity, it may be useful to compare both total fund balance and unassigned fund balance to measures of operating volume such as fund expenditures or fund revenues. The total year-end general fund balance represented 147.0% of total general fund expenditures and other uses reported on the statement of revenues, expenditures, and changes in fund balances while the unassigned balance represented 84.5% of the same amount.

The debt service fund's ending fund balance as of December 31, 2020 was \$0. All 2020 long term debt maturities were funded with property tax appropriations transferred from the general fund and collections from an advance to fire association.

The Horsmann/Peterson fund, a capital projects fund, is used to account for the accumulation and expenditures of resources, including long-term borrowing, for financing the reconstruction of Horsmann Avenue and Peterson Drive. The Horsmann/Peterson fund balance was closed and the remaining fund balance transferred to the general fund during 2020.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

The CDBG housing rehabilitation fund, a special revenue fund, is used to account for the Village's housing rehabilitation loan program initially financed with federal funds. Repayments received on loans are recorded in this fund and are used to finance similar loans in accordance with program requirements. The remaining balance represents funds held for financing additional housing rehabilitation loans.

The library fund, a special revenue fund, is used for to account for the operations of the Village's library. The major revenues sources for this fund are local appropriations, donations and fines and restricted grants. At December 31, 2020 the library fund had a fund balance of \$12,933.

Proprietary Funds

The Village's proprietary funds provide the same type of information found in the government-wide financial statements, but in greater detail. As shown below, the net position of the enterprise-type proprietary funds at the end of 2020 totaled \$911,413, a decrease of \$597,998 from the previous year.

**Condensed Statement of Changes in Net Position for Enterprise Funds
Years Ended December 31, 2020 and 2019**

	Water Utility		Wastewater Utility		Totals	
	2020	2019	2020	2019	2020	2019
Operating Revenues	\$ 183,878	\$ 182,147	\$ 359,684	\$ 333,906	\$ 543,562	\$ 516,053
Operating Expenses:						
Depreciation	44,218	44,133	31,590	31,640	75,808	75,773
Other	721,831	108,980	275,361	510,466	997,192	619,446
Operating Income (Loss)	(582,171)	29,034	52,733	(208,200)	(529,438)	(179,166)
Non-operating						
Revenues (Expenses)	(36,619)	(6,583)	(8,976)	(4,790)	(45,595)	(11,373)
Income (Loss) Before						
Contributions & Transfers	(618,790)	22,451	43,757	(212,990)	(575,033)	(190,539)
Capital Contributions	-	-	8,000	8,000	8,000	8,000
Transfers Out	(30,965)	(32,090)	-	-	(30,965)	(32,090)
Changes in Net Position	(649,755)	(9,639)	51,757	(204,990)	(597,998)	(214,629)
Beginning Net Position	844,150	853,789	665,261	870,251	1,509,411	1,724,040
Net Position at Year-End	<u>\$ 194,395</u>	<u>\$ 844,150</u>	<u>\$ 717,018</u>	<u>\$ 665,261</u>	<u>\$ 911,413</u>	<u>\$ 1,509,411</u>

GENERAL FUND BUDGETARY HIGHLIGHTS

As shown in the *Budgetary Comparison Schedule* for the general fund (in required supplementary information), the final 2020 general fund budget was not amended during the year. The general fund has a positive budget variance for revenues primarily due to Routes to Recovery federal aid received during the year that was not expected. The general fund had a positive budget variance for expenditures in 2020 primarily due to incurring less transportation outlay than planned.

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Village's investment in capital assets for its governmental and business-type activities as of December 31, 2020 and 2019 (net of accumulated depreciation) is as shown below:

**Capital Assets, Net of Accumulated Depreciation
December 31, 2020 and 2019**

	Governmental Activities		Business-Type Activities		Totals	
	2020	2019	2020	2019	2020	2019
Not Subject to Depreciation:						
Land and Land Rights	\$ 21,414	\$ 21,414	\$ 257	\$ 257	\$ 21,671	\$ 21,671
Construction Work in Progress	-	-	33,290	-	33,290	-
Subject to Depreciation:						
Buildings and Improvements	498,551	490,369	-	-	498,551	490,369
Equipment and Vehicles	524,728	544,044	-	-	524,728	544,044
Infrastructure	1,614,395	1,614,395	-	-	1,614,395	1,614,395
Water System	-	-	2,006,792	2,004,163	2,006,792	2,004,163
Wastewater System	-	-	1,821,807	1,821,807	1,821,807	1,821,807
Subtotal	2,659,088	2,670,222	3,862,146	3,826,227	6,521,234	6,496,449
Less: Accumulated Depreciation	1,149,464	1,136,711	1,410,386	1,334,578	2,559,850	2,471,289
	<u>\$ 1,509,624</u>	<u>\$ 1,533,511</u>	<u>\$ 2,451,760</u>	<u>\$ 2,491,649</u>	<u>\$ 3,961,384</u>	<u>\$ 4,025,160</u>

Major additions during the year included:

Police Vehicle	\$ 29,166
Election Tabulator	7,550
Community Hall Roof	16,825
Water Utility Pump	33,290

Additional information related to the Village's capital assets is reported in Note 3.C following the financial statements.

Long-Term Obligations

At December 31, 2020, the Village had outstanding \$1,571,950 of long-term debt and other long-term obligations. A summary detail of this amount, together with comparative totals from the previous year, is shown below:

**Outstanding Long-Term Obligations
December 31, 2020 and 2019**

	Governmental Activities	Business-Type Activities	Outstanding 12/31/20	Outstanding 12/31/19
General Obligation Notes	\$ -	\$ 606,135	\$ 606,135	\$ 73,682
General Obligation Bonds	615,000	720,000	1,335,000	1,405,000
Due to Village of Osceola	-	47,857	47,857	63,810
Debt Premium	13,518	9,130	22,648	23,906
Compensated Absences	3,526	1,778	5,304	5,552
Total Long-Term Debt	<u>\$ 632,044</u>	<u>\$ 1,384,900</u>	<u>\$ 2,016,944</u>	<u>\$ 1,571,950</u>

**VILLAGE OF DRESSER, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2020**

Under Wisconsin State Statutes, the outstanding general obligation long-term debt of a municipality may not exceed 5% of the equalized property value of all taxable property within the jurisdiction. The applicable debt of the Village outstanding at December 31, 2020 totaled \$1,941,135, approximately 57.0% of the maximum legal limit of \$3,403,255.

CURRENTLY KNOWN FACTS

The State of Wisconsin imposed limits on the Village's property tax levy beginning with the 2006 budget year levy. The legislation restricts the growth in the Village's property taxes (except for debt service and tax increments) over the amount levied in the prior year to the increase in equalized value from net new construction. The Village approved a levy of \$494,393 for its 2021 budget, an increase of \$1,886 (0.38%) from the 2020 levy of \$492,507.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Village of Dresser's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the office of the Village Clerk-Treasurer, P.O. Box 547, Dresser, Wisconsin 54009.

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2020

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 944,916	\$ 87,097	\$ 1,032,013
Taxes Receivable	397,758	11,933	409,691
Accounts Receivable	-	41,388	41,388
Long-Term Receivables	211,495	-	211,495
Inventory	-	7,664	7,664
Internal Balances	190,963	(190,963)	-
Capital Assets:			
Capital Assets Not Being Depreciated	21,414	33,547	54,961
Capital Assets Being Depreciated	2,637,674	3,828,599	6,466,273
Accumulated Depreciation	<u>(1,149,464)</u>	<u>(1,410,386)</u>	<u>(2,559,850)</u>
Total Assets	<u>3,254,756</u>	<u>2,408,879</u>	<u>5,663,635</u>
LIABILITIES			
Vouchers and Accounts Payable	18,158	87,182	105,340
Accrued Interest Payable	7,395	25,384	32,779
Long-Term Liabilities:			
Amounts Due Within One Year	43,354	99,147	142,501
Amounts Due in More than One Year	<u>588,690</u>	<u>1,285,753</u>	<u>1,874,443</u>
Total Liabilities	<u>657,597</u>	<u>1,497,466</u>	<u>2,155,063</u>
DEFERRED INFLOWS OF RESOURCES			
Succeeding Year's Property Taxes	<u>494,393</u>	<u>-</u>	<u>494,393</u>
NET POSITION			
Net Investment in Capital Assets	881,106	1,774,737	2,655,843
Restricted for:			
Housing Loan Program	228,168	-	228,168
Unrestricted (Deficit)	<u>993,492</u>	<u>(863,324)</u>	<u>130,168</u>
Total Net Position	<u><u>\$ 2,102,766</u></u>	<u><u>\$ 911,413</u></u>	<u><u>\$ 3,014,179</u></u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
GOVERNMENTAL ACTIVITIES							
General Government	\$ 136,380	\$ 13,705	\$ 11,508	\$ -	\$ (111,167)	\$ -	\$ (111,167)
Public Safety	209,885	4,730	2,970	-	(202,185)	-	(202,185)
Transportation Facilities	265,162	124	51,789	-	(213,249)	-	(213,249)
Sanitation	7,236	-	-	-	(7,236)	-	(7,236)
Health and Human Services	-	701	-	-	701	-	701
Culture, Recreation, and Education	94,948	5,781	27,463	-	(61,704)	-	(61,704)
Conservation and Development	20,647	-	-	-	(20,647)	-	(20,647)
Interest and Fiscal Charges	22,728	-	-	-	(22,728)	-	(22,728)
Total Governmental Activities	756,986	25,041	93,730	-	(638,215)	-	(638,215)
BUSINESS-TYPE ACTIVITIES							
Water	804,194	183,878	-	-	-	(620,316)	(620,316)
Wastewater	316,289	359,684	-	8,000	-	51,395	51,395
Total Business-Type Activities	1,120,483	543,562	-	8,000	-	(568,921)	(568,921)
Total Primary Government	\$ 1,877,469	\$ 568,603	\$ 93,730	\$ 8,000	(638,215)	(568,921)	(1,207,136)
GENERAL REVENUES AND TRANSFERS							
Taxes:							
Property Taxes, Levied for General Purposes					408,024	-	408,024
Property Taxes, Levied for Debt Purposes					84,483	-	84,483
Other Taxes					3,520	-	3,520
Grants and Contributions not Restricted for a Specific Program					141,380	-	141,380
Investment Earnings					1,697	1,888	3,585
Rent					1,450	-	1,450
Miscellaneous					2,740	-	2,740
Transfers					30,965	(30,965)	-
Total General Revenues and Transfers					674,259	(29,077)	645,182
CHANGE IN NET POSITION							
					36,044	(597,998)	(561,954)
Net Position - Beginning of Year					2,066,722	1,509,411	3,576,133
NET POSITION - END OF YEAR					\$ 2,102,766	\$ 911,413	\$ 3,014,179

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	Major Funds					Totals
	General Fund	Debt Service Fund	Horsmann/ Peterson Fund	CDBG Housing Rehab Fund	Library Fund	
ASSETS						
Treasurer's Cash and Investments	\$ 915,310	\$ -	\$ -	\$ 16,673	\$ 12,933	\$ 944,916
Taxes Receivable	349,905	-	-	-	47,853	397,758
Advance to Other Funds	190,963	-	-	-	-	190,963
Long-Term Receivables	-	-	-	211,495	-	211,495
	<u>-</u>	<u>-</u>	<u>-</u>	<u>211,495</u>	<u>-</u>	<u>211,495</u>
Total Assets	<u>\$ 1,456,178</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 228,168</u>	<u>\$ 60,786</u>	<u>\$ 1,745,132</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
Liabilities:						
Vouchers and Accounts Payable	\$ 18,158	\$ -	\$ -	\$ -	\$ -	\$ 18,158
Deferred Inflows of Resources:						
Succeeding Year's Property Taxes	446,540	-	-	-	47,853	494,393
Unavailable Loans Receivable	-	-	-	211,495	-	211,495
Total Deferred Inflows of Resources	<u>446,540</u>	<u>-</u>	<u>-</u>	<u>211,495</u>	<u>47,853</u>	<u>705,888</u>
Fund Balances:						
Nonspendable	190,963	-	-	-	-	190,963
Restricted	-	-	-	16,673	-	16,673
Assigned	230,600	-	-	-	12,933	243,533
Unassigned	569,917	-	-	-	-	569,917
Total Fund Balances	<u>991,480</u>	<u>-</u>	<u>-</u>	<u>16,673</u>	<u>12,933</u>	<u>1,021,086</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,456,178</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 228,168</u>	<u>\$ 60,786</u>	<u>\$ 1,745,132</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2020**

TOTAL FUND BALANCES FOR GOVERNMENTAL FUNDS \$ 1,021,086

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These capital assets consist of:

Land	\$ 21,414	
Buildings and Improvements	498,551	
Equipment and Vehicles	524,728	
Infrastructure	1,614,395	
Accumulated Depreciation	<u>(1,149,464)</u>	1,509,624

Some receivables are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 211,495

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities consist of:

Bonds Payable	(615,000)	
Unamortized Bond Premium	(13,518)	
Accrued Interest on Long-Term Debt	(7,395)	
Accrued Compensated Absences	<u>(3,526)</u>	<u>(639,439)</u>

TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 2,102,766**

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2020**

	Major Funds					Totals
	General Fund	Debt Service Fund	Horsmann/ Peterson Fund	CDBG Housing Rehab Fund	Library Fund	
REVENUES						
Taxes	\$ 448,174	\$ -	\$ -	\$ -	\$ 47,853	\$ 496,027
Intergovernmental	207,647	-	-	-	27,376	235,023
Licenses and Permits	13,789	-	-	-	-	13,789
Fines and Forfeits	3,336	-	-	-	61	3,397
Public Charges for Services	245	-	-	-	110	355
Intergovernmental Charges for Services	7,500	-	-	-	-	7,500
Miscellaneous:						
Interest	1,621	-	-	76	-	1,697
Rent	1,450	-	-	-	-	1,450
Repayment of Housing Loans	-	-	-	2,152	-	2,152
Other	2,740	-	-	-	87	2,827
Total Revenues	<u>686,502</u>	<u>-</u>	<u>-</u>	<u>2,228</u>	<u>75,487</u>	<u>764,217</u>
EXPENDITURES						
General Government	138,589	-	-	-	-	138,589
Public Safety	236,309	-	-	-	-	236,309
Transportation	198,824	-	-	-	-	198,824
Sanitation	7,236	-	-	-	-	7,236
Culture, Recreation and Education	25,945	-	-	-	83,123	109,068
Conservation and Development	3,551	-	-	17,376	-	20,927
Debt Service:						
Principal Retirement	-	40,000	-	-	-	40,000
Interest and Fiscal Charges	-	24,133	-	-	-	24,133
Total Expenditures	<u>610,454</u>	<u>64,133</u>	<u>-</u>	<u>17,376</u>	<u>83,123</u>	<u>775,086</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	76,048	(64,133)	-	(15,148)	(7,636)	(10,869)
OTHER FINANCING SOURCES (USES)						
Transfers In	195,452	64,133	-	-	-	259,585
Transfers Out	(64,133)	-	(164,487)	-	-	(228,620)
Total Other Financing Sources (Uses)	<u>131,319</u>	<u>64,133</u>	<u>(164,487)</u>	<u>-</u>	<u>-</u>	<u>30,965</u>
NET CHANGE IN FUND BALANCES	207,367	-	(164,487)	(15,148)	(7,636)	20,096
Fund Balances, January 1	<u>784,113</u>	<u>-</u>	<u>164,487</u>	<u>31,821</u>	<u>20,569</u>	<u>1,000,990</u>
FUND BALANCES, DECEMBER 31	<u>\$ 991,480</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,673</u>	<u>\$ 12,933</u>	<u>\$ 1,021,086</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 20,096

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 53,541	
Depreciation Expense Reported in the Statement of Activities	<u>(77,428)</u>	(23,887)

Receivables not currently available are reported as deferred inflows of resources in the fund financial statements, but are recognized as revenue when earned in the government-wide statements. The change in deferred inflows considered earned but unavailable is: (1,872)

Issuance and repayment of long-term debt is reported as an other financing source and an expenditure, respectively, in governmental funds, but the issuance and repayment increases and decreases, respectively, long-term liabilities in the statement of net position. In the current year these amounts consist of:

Bond Principal Retirement		40,000
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Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Net Change in Accrued Interest Payable	654	
Net Change in Debt Premium	751	
Net Change in Vacation and Sick Leave Payable	<u>302</u>	<u>1,707</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 36,044

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Funds		
	Water Utility	Wastewater Utility	Totals
ASSETS			
Current Assets:			
Cash and Investments	\$ 13,864	\$ 73,233	\$ 87,097
Customer Accounts Receivable	9,362	32,026	41,388
Accounts Receivable on Tax Roll	2,637	9,296	11,933
Inventories	7,664	-	7,664
Total Current Assets	<u>33,527</u>	<u>114,555</u>	<u>148,082</u>
Capital Assets:			
Capital Assets Not Being Depreciated:			
Land	257	-	257
Capital Assets Being Depreciated:			
Utility Plant in Service	2,006,792	1,821,807	3,828,599
Less: Accumulated Depreciation	698,008	712,378	1,410,386
Net Capital Assets	<u>1,309,041</u>	<u>1,109,429</u>	<u>2,418,470</u>
Construction Work in Progress	33,290	-	33,290
Total Capital Assets	<u>1,342,331</u>	<u>1,109,429</u>	<u>2,451,760</u>
Total Assets	<u>\$ 1,375,858</u>	<u>\$ 1,223,984</u>	<u>\$ 2,599,842</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 38,772	\$ 48,410	\$ 87,182
Accrued Interest Payable	22,233	3,151	25,384
Accrued Employee Benefits - Current Portion	889	889	1,778
Due to Other Governments	-	21,270	21,270
Current Portion of Long-Term Debt	65,917	10,182	76,099
Total Current Liabilities	<u>127,811</u>	<u>83,902</u>	<u>211,713</u>
Long-Term Liabilities (Net of Current Portion):			
Due to General Fund			-
Advance from General Fund	52,575	138,388	190,963
Due to Other Governments	-	26,588	26,588
General Obligation Debt	1,001,077	258,088	1,259,165
Total Long-Term Liabilities	<u>1,053,652</u>	<u>423,064</u>	<u>1,476,716</u>
Total Liabilities	1,181,463	506,966	1,688,429
NET POSITION			
Net Investment in Capital Assets	927,038	847,699	1,774,737
Unrestricted (Deficit)	<u>(732,643)</u>	<u>(130,681)</u>	<u>(863,324)</u>
Total Net Position	<u>194,395</u>	<u>717,018</u>	<u>911,413</u>
Total Liabilities and Net Position	<u>\$ 1,375,858</u>	<u>\$ 1,223,984</u>	<u>\$ 2,599,842</u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2020

	Business-Type Activities - Enterprise Funds		
	Water Utility	Wastewater Utility	Totals
OPERATING REVENUES			
Charges for Services	\$ 172,700	\$ 358,348	\$ 531,048
Other Operating Revenues	11,178	1,336	12,514
Total Operating Revenues	<u>183,878</u>	<u>359,684</u>	<u>543,562</u>
OPERATING EXPENSES			
Operation and Maintenance	721,831	275,361	997,192
Depreciation	44,218	31,590	75,808
Total Operating Expenses	<u>766,049</u>	<u>306,951</u>	<u>1,073,000</u>
OPERATING INCOME	(582,171)	52,733	(529,438)
NONOPERATING REVENUES (EXPENSES)			
Interest Income	1,526	362	1,888
Interest Expense	(33,395)	(9,338)	(42,733)
Debt Issuance Costs	(4,750)	-	(4,750)
Total Nonoperating Revenues (Expenses)	<u>(36,619)</u>	<u>(8,976)</u>	<u>(45,595)</u>
INCOME BEFORE TRANSFERS AND CONTRIBUTIONS AND TRANSFERS	(618,790)	43,757	(575,033)
TRANSFERS AND CONTRIBUTIONS			
Hookup Fees	-	8,000	8,000
Transfers Out	(30,965)	-	(30,965)
Total Capital Contributions and Transfers	<u>(30,965)</u>	<u>8,000</u>	<u>(22,965)</u>
CHANGE IN NET POSITION	(649,755)	51,757	(597,998)
Net Position, January 1	<u>844,150</u>	<u>665,261</u>	<u>1,509,411</u>
NET POSITION, DECEMBER 31	<u>\$ 194,395</u>	<u>\$ 717,018</u>	<u>\$ 911,413</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Funds		
	Water Utility	Wastewater Utility	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 120,031	\$ 361,875	\$ 481,906
Cash Received from Public Fire Protection	54,403	-	54,403
Cash Received (Paid) for Meter Related Charges	10,414	(10,414)	-
Cash Paid to Suppliers for Goods and Services	(630,389)	(326,402)	(956,791)
Cash Paid for Employee Services	(53,161)	(50,150)	(103,311)
Net Cash Provided (Used) by Operating Activities	<u>(498,702)</u>	<u>(25,091)</u>	<u>(523,793)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from Long-Term Debt	550,000	-	550,000
Cash Payments for Tax Equivalents	(30,965)	-	(30,965)
Operating Cash Received from (Paid to) General Fund	-	36,742	36,742
Net Cash Provided (Used) by Noncapital Financing Activities	<u>519,035</u>	<u>36,742</u>	<u>555,777</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Cash Paid for Acquisition of Capital Assets	(2,629)	-	(2,629)
Cash Payments for Acquisition of Construction Work in Progress	(33,290)	-	(33,290)
Cash Received from Customers as Capital Contributed	-	8,000	8,000
Cash Paid for Debt Issuance Costs	(4,750)	-	(4,750)
Proceeds from Long-Term Debt	-	-	-
Principal Paid on Long-Term Debt	(37,546)	(10,000)	(47,546)
Interest Paid on Long-Term Debt	(19,095)	(9,653)	(28,748)
Net Cash Provided by Capital and Related Financing Activities	<u>(97,310)</u>	<u>(11,653)</u>	<u>(108,963)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on Investments	1,526	362	1,888
NET CHANGE IN CASH AND CASH EQUIVALENTS	(75,451)	360	(75,091)
Cash and Cash Equivalents, January 1	<u>89,315</u>	<u>72,873</u>	<u>162,188</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u>\$ 13,864</u>	<u>\$ 73,233</u>	<u>\$ 87,097</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities - Enterprise Funds		
	Water	Wastewater	Totals
	Utility	Utility	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (582,171)	\$ 52,733	\$ (529,438)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation	44,218	31,590	75,808
(Increase) Decrease in Assets:			
Customer Accounts Receivable	(189)	(1,940)	(2,129)
Tax Roll Receivables	1,159	4,131	5,290
Inventory	(400)	-	(400)
Increase (Decrease) in Liabilities:			
Accounts Payable	38,654	(95,679)	(57,025)
Due To Other Governments	-	(15,953)	(15,953)
Accrued Employee Benefits	27	27	54
Net Cash Provided (Used) by Operating Activities	\$ (498,702)	\$ (25,091)	\$ (523,793)
 RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS			
Cash and Investments per Statement of Net Position:			
Cash and Investments	\$ 13,864	\$ 73,233	\$ 87,097
Cash and Investments - Restricted	-	-	-
Total Cash and Cash Equivalents	\$ 13,864	\$ 73,233	\$ 87,097

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION
FIDUCIARY FUND
DECEMBER 31, 2020**

	Custodial Fund
ASSETS	
Cash and Investments	\$ 179,833
Taxes Receivable	740,211
Total Assets	920,044
 LIABILITIES	
Due to Other Governmental Units	179,833
 DEFERRED INFLOWS OF RESOURCES	
Succeeding Year's Property Taxes	740,211
 NET POSITION	
Restricted	\$ -

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUND
YEAR ENDED DECEMBER 31, 2020**

	<u>Custodial Fund</u>
ADDITIONS	
Tax Collections for Other Governments	\$ 430,302
DEDUCTIONS	
Payments of Taxes to Other Governments	<u>430,302</u>
CHANGE IN NET POSITION	
Net Position, January 1	<u>-</u>
NET POSITION, DECEMBER 31	<u><u>\$ -</u></u>

See accompanying Notes to Basic Financial Statements.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Village of Dresser (the Village) have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the Village are described below:

A. Reporting Entity

The Village of Dresser is governed by a seven member elected board consisting of the Village president and six trustees elected at large.

The financial reporting of the Village is defined by the GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the Village consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the Village.

B. Government-Wide and Fund Financial Statements

The Village's basic financial statements include both government-wide (reporting the Village as a whole) and fund financial statements (reporting the Village's individual funds) as described below:

Government-Wide Statements

The two government-wide financial statements (i.e., the statement of net position and the statement of activities) report financial information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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 to a specific function or segment. Program revenues include: (a) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be 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 equity, revenues, and expenditures/expenses.

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

The Village reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the Village. It is used to account for all financial resources of the Village, except those required to be accounted for in another fund.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds.

Horsmann/Peterson Fund - The Horsmann/Peterson Fund, a capital projects fund, is used to account for the accumulation of expenditures of resources, including long-term borrowing, for financing the reconstruction of Horsmann Avenue and Peterson Drive.

Community Development Block Grant (CDBG) Housing Rehabilitation Loan Fund – The CDBG Housing Rehabilitation Loan Fund, a special revenue fund, is used to account for restricted federal grants received through the State of Wisconsin for the purpose of financing housing rehabilitation loans. Repayments received by the Village on these loans are recorded in this fund and are to be used to finance similar housing rehabilitation loans.

Library Fund – The Library Fund, a special revenue fund, is used to account for the operation of the Village's library. The major revenue sources for this fund are local appropriations, donations and fines and restricted grants.

The Village does not have any nonmajor funds.

The Village reports the following major enterprise funds:

Water Utility – This fund accounts for the operations of the water system. Utility operations are subject to regulation by the Wisconsin Public Service Commission.

Wastewater Utility – This fund accounts for the operations of the wastewater collection system and treatment facilities.

The Village had no other enterprise funds to report as nonmajor funds.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements (Continued)

Additionally, the Village reports the following fiduciary fund:

Custodial Fund –The tax collection custodial fund is primarily used to account for the collection of property taxes for other governmental entities.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements, as well as the proprietary funds and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Non-exchange transactions, in which the Village gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements, and donations. 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 of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

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

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, compensated absences, and claims and judgments, which are recognized as expenditures to the extent that they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

Property taxes, miscellaneous taxes, public charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are generally considered to be measurable and available only when cash is received by the government.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

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

1. Deposits and Investments

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

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

- a. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
- b. Bonds or securities issued or guaranteed by the federal government.
- c. 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, or by the University of Wisconsin Hospitals and Clinics Authority.
- d. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- e. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
- f. Bonds or securities issued under the authority of the municipality.
- g. The local government investment pool.
- h. Repurchase agreements with public depositories, with certain conditions.

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

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

1. Deposits and Investments (Continued)

Investment of most trust 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.

Investments of the Village are stated at amortized cost.

2. Receivables and Payables

Property Taxes. Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. The resulting tax roll is recorded as receivable in the Village's tax collection custodial fund with amounts due other governmental units recorded as liabilities therein. Since Village property taxes are not considered available until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted therefore.

Real property taxes are payable in full on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the Polk County Treasurer for collection in February. Polk County subsequently settles in full with the Village in August of the same year, including settlement for uncollected delinquent special assessments and special charges. (The County has the option to settle in full for delinquent special assessments and special charges or to remit them to the Village as collections are received.) Delinquent personal property taxes are retained by the Village for collection.

Special Assessments. Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are placed on tax rolls on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are placed on tax rolls. (Installments placed on the 2020 tax roll are recognized as revenue in 2021). Special assessments recorded in proprietary funds are recorded as revenue at the time the assessments are subject to collection procedures.

Accounts Receivable. All accounts receivable are shown at gross amounts. No allowance for uncollectible accounts has been provided since such allowance would not be material.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

2. Receivables and Payables (Continued)

Loans Receivable. The Village has received federal and state grant funds for economic development and housing rehabilitation loan programs to various businesses and individuals. The Village records a loan receivable when the loan has been made and funds have been disbursed. The amounts recorded as economic development and housing rehabilitation loans receivable have not been reduced by an allowance for uncollectible accounts since the Village does not believe that such amounts would be material to its financial statements. It is the Village's policy to record deferred inflows of resources in the fund financial statements 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. Any unspent loan repayments at year end are presented as restricted fund balance in the fund financial statements.

Interfund Balances. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds, if material, are recorded as expenditures when consumed rather than when purchased.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

5. Capital Assets

Government-Wide Statements. Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary funds financial statements. Capital assets are defined by the Village as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if material, is included as part of the capitalized value of the assets constructed. The Village's policy is to prospectively report infrastructure acquired after adoption of GASB Statement No. 34.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

Assets	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land	\$ 5,000	N/A	N/A
Buildings	5,000	Straight-Line	15-40 Years
Machinery and Equipment	5,000	Straight-Line	4-20 Years
Utility Systems	Varies	Straight-Line	4-100 Years
Infrastructure	5,000	Straight-Line	15-50 Years

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

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

6. Deferred Outflows of Resources

The Village would report decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary fund statements of net position or governmental fund balance sheets. No deferred outflows of resources are reported in these financial statements in the current year.

7. Deferred Inflows of Resources

The Village's governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The Village will not recognize the related revenue until a future event occurs. The Village has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the Village's year) under the modified accrual basis of accounting. The Village does not have deferred inflows of resources to report in its proprietary fund financial statements in the current year.

8. Compensated Absences

It is the Village's policy to permit employees to accumulate vacation and sick leave benefits. Liabilities for accumulated vacation and sick leave are not accrued in the Village's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The Village's policies and estimated liabilities at year end are further discussed at Note 4.B.

9. Long-Term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

10. Defining Operating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water utility and wastewater utility are charges to customers for sales and services. 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.

11. Use of Restricted Resources

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

12. Equity Classifications

Fund equity, representing assets and deferred outflows of resources less liabilities and deferred inflows of resources, is classified as follows in the Village's financial statements:

Government-Wide and Proprietary Fund Statements. Fund equity is classified as net position in the government-wide and proprietary fund financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is displayed as unrestricted.

Fund Financial Statements. In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that are legally or contractually required to be maintained intact. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity (Continued)

12. Equity Classifications (Continued)

Fund Financial Statements (Continued). Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the board. Unassigned fund balance is the residual classification for the Village's general fund and includes all spendable amounts not contained in the other classifications. It is the Village's policy that at the end of each fiscal year, the Village will maintain unassigned portion of fund balance of at least 25% of annual general fund expenditures.

Committed fund balance is required to be established, modified, or rescinded by resolution of the Village Board prior to each year end. Based on resolution of the Village Board, the Village Clerk/Treasurer has the authority to establish or modify assigned fund balance. When restricted and unrestricted fund balance is available for expenditure, it is the Village's policy to first use restricted fund balance. When committed, assigned, and unassigned fund balance is available for expenditure, it is the Village's policy to use committed, assigned and finally unassigned fund balance.

NOTE 2 STEWARDSHIP AND ACCOUNTABILITY

Actual expenditures exceeded budgeted amounts as follows:

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
EXPENDITURES				
General Fund - Public Safety	\$ 206,196	\$ 206,196	\$ 236,309	\$ (30,113)
General Fund - Sanitation	6,800	6,800	7,236	(436)
General Fund - Culture, Recreation and Education	24,301	24,301	25,945	(1,644)
Library Fund - Culture, Recreation and Education	71,647	71,647	83,123	(11,476)

These expenditures were expected and approved by the Board and were financed by available resources and fund balance.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The Village's cash and investments balances at December 31, 2020 as shown in the financial statements are as follows:

Governmental Funds	\$ 944,916
Proprietary Funds	87,097
Fiduciary Funds	179,833
Total	<u>\$ 1,211,846</u>

The above cash and investments balances consisted of the following:

Bank Accounts Subject to Federal and State Depository Coverage	\$ 609,945
Deposits in Local Government Investment Pool	601,801
Petty Cash	100
Total	<u>\$ 1,211,846</u>

Deposits at Financial Institutions

The Village's balances at individual financial institutions are covered by federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). The insurance coverage of public unit accounts depends upon the type of deposit and the location of the insured depository institution. All time and savings deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. Separately, all demand deposits owned by a public unit and held by the public unit's official custodian in an insured depository institution within the State in which the public unit is located are added together and insured up to \$250,000. For the purpose of these rules, the term 'time and savings deposits' includes NOW accounts and money market deposit accounts but does not include interest-bearing demand deposit accounts (which were permitted after July 21, 2011). The term 'demand deposits' means both interest-bearing and noninterest-bearing deposits that are payable on demand and for which the depository institution does not reserve the right to require advance notice of an intended withdrawal.

The insurance coverage of accounts held by government depositors is different if the depository institution is located outside the state in which the public unit is located. In that case, all deposits, both time and savings deposits and demand deposits, owned by a public unit and held by the public unit's official custodian are added together and insured up to \$250,000. Time and savings deposits are not insured separately from demand deposits.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Deposits at Financial Institutions (Continued)

Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the Village to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that, in the event of bank failure, the Village's deposits may not be returned. At December 31, 2020, the Village's deposits were not exposed to custodial credit risk.

Investments

The Village's investments at December 31, 2020 consisted of deposits in the following external investment pool:

Deposits in State Local Government Pooled-Investment Fund. The State of Wisconsin offers a Local Government Investment Pool (LGIP) to local government units to enable them to voluntarily invest idle funds in the State Investment Fund. Local funds are pooled with state funds and invested by the State Investment Board. There is no minimum or maximum amount that can be invested by a local governmental unit. Interest is earned on a daily basis and withdrawals are generally available on the day of request. Deposits in the LGIP are not covered by federal depository insurance but are subject to coverage under the State Guarantee Fund. Also, the State of Wisconsin Investment Board has obtained a surety bond to protect deposits in the LGIP against defaults in principal payments on the LGIP's investments (subject to certain limitations). The average monthly weighted average maturity of the State Investment Fund's investments for 2020 was 30 days.

Custodial credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The Village's policy is to invest its funds in accordance with provisions of the Wisconsin Statutes previously discussed in Note 1.D.1.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates farther into the future are more sensitive to changes in market interest rates. The short weighted average maturities of the investments in the above external investment pool mitigates this risk to the Village.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Long-Term Receivables

Community Development Block Grant Loans Receivable. The Village has participated in the Small Cities Community Development Block Grant (CDBG) program which was used to finance housing rehabilitation loans as specified within the contracts signed with the Wisconsin Department of Development.

At December 31, 2020, the Village had outstanding sixteen (16) deferred mortgage loans totaling \$211,495. These notes become due and payable in full in the event that the maker no longer continues to occupy the premises securing this note as a full time residence, or if the maker transfers any legal or equitable interest in the mortgaged premises to anyone for any reason.

These loans are recorded as long-term receivables with an equal offset to deferred inflows of resources in the special revenue fund. Collections on these loans are recognized as revenue in the special revenue fund at the time of their receipt. These collections are restricted for financing similar projects.

C. Capital Assets

Capital asset activity for the year ended December 31, 2020 is as follows:

Governmental Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets Not Being Depreciated:				
Land	\$ 21,414	\$ -	\$ -	\$ 21,414
Capital Assets Being Depreciated:				
Buildings and Improvements	490,369	16,825	8,643	498,551
Equipment and Vehicles	544,044	36,716	56,032	524,728
Infrastructure	1,614,395	-	-	1,614,395
Total Capital Assets Being Depreciated	<u>2,648,808</u>	<u>53,541</u>	<u>64,675</u>	<u>2,637,674</u>
Total Capital Assets	2,670,222	53,541	64,675	2,659,088
Accumulated Depreciation:				
Buildings and Improvements	457,720	4,308	8,643	453,385
Equipment and Vehicles	340,846	29,363	56,032	314,177
Infrastructure	338,145	43,757	-	381,902
Total Accumulated Depreciation	<u>1,136,711</u>	<u>77,428</u>	<u>64,675</u>	<u>1,149,464</u>
Net Capital Assets - Governmental Activities	<u>\$ 1,533,511</u>	<u>\$ (23,887)</u>	<u>\$ -</u>	<u>\$ 1,509,624</u>

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Governmental Activities (Continued)

Depreciation was charged to governmental functions as follows:

General Government	\$ 5,435
Public Safety	2,917
Transportation Facilities	66,371
Culture, Recreation and Education	2,705
Total Depreciation - Governmental Activities	<u><u>\$ 77,428</u></u>

Business-Type Activities

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Water Utility				
Capital Assets Not Being Depreciated:				
Land and Land Rights	\$ 257	\$ -	\$ -	\$ 257
Construction Work in Progress	-	33,290	-	33,290
Total Capital Assets Not Being Depreciated	<u>257</u>	<u>33,290</u>	<u>-</u>	<u>33,547</u>
Capital Assets Being Depreciated:				
Source of Supply	35,827	-	-	35,827
Pumping Plant	67,920	-	-	67,920
Treatment Plant	1,023	-	-	1,023
Transmission and Distribution	1,875,953	2,629	-	1,878,582
Administration and General Assets	23,440	-	-	23,440
Total Capital Assets Being Depreciated	<u>2,004,163</u>	<u>2,629</u>	<u>-</u>	<u>2,006,792</u>
Total Capital Assets	<u>2,004,420</u>	<u>35,919</u>	<u>-</u>	<u>2,040,339</u>
Less: Accumulated Depreciation	<u>653,790</u>	<u>44,218</u>	<u>-</u>	<u>698,008</u>
Net Capital Assets - Water Utility	<u>1,350,630</u>	<u>(8,299)</u>	<u>-</u>	<u>1,342,331</u>
Wastewater Utility				
Capital Assets Being Depreciated:				
Collection System	1,748,240	-	-	1,748,240
Administration and General Assets	73,567	-	-	73,567
Total Capital Assets Being Depreciated	<u>1,821,807</u>	<u>-</u>	<u>-</u>	<u>1,821,807</u>
Less: Accumulated Depreciation	<u>680,788</u>	<u>31,590</u>	<u>-</u>	<u>712,378</u>
Net Capital Assets - Wastewater Utility	<u>1,141,019</u>	<u>(31,590)</u>	<u>-</u>	<u>1,109,429</u>
Net Capital Assets - Business-Type Activities	<u><u>\$ 2,491,649</u></u>	<u><u>\$ (39,889)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,451,760</u></u>

Depreciation was charged to business-type activities as follows:

Water	\$ 44,218
Wastewater	31,590
Total Depreciation - Business-Type Activities	<u><u>\$ 75,808</u></u>

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2020 was as follows:

Advance from/to Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Water Utility	\$ 52,575
General Fund	Wastewater Utility	138,388
		<u>\$ 190,963</u>

Long-term advances were recorded from the Village's general fund to the wastewater utility at December 31, 2020 to finance cash deficits from 2006 through 2020 operations. It is anticipated that the advances will be reduced as the wastewater utility becomes financially able.

Interfund balances that are owed within the governmental activities and business-type activities are eliminated in the statement of net position.

Interfund Transfers

The following is a schedule of interfund transfers:

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>
General Fund	Water Utility	\$ 30,965
General Fund	Capital Improvements Fund	164,487
Debt Service Fund	General Fund	64,133
		<u>\$ 259,585</u>

The transfer from the water utility fund to the Village's general fund represents the calculated property tax equivalent. The transfer from the general fund to the debt service fund was made to finance its respective share of 2020 principal and interest maturities. The transfer from the capital improvements fund to the general fund was made to transfer the remaining resources of the Horsmann/Peterson fund balance to the general fund.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the Village for the year ended December 31, 2020 were as follows:

	Balance 1/1/20	Issued	Retired	Balance 12/31/20	Amounts Due Within One Year
Long-Term Debt:					
Governmental Activities:					
General Obligation Bonds	\$ 655,000	\$ -	\$ 40,000	\$ 615,000	\$ 40,000
Bond Premiums	14,269	-	751	13,518	751
Compensated Absences	3,828	-	302	3,526	2,603
	<u>\$ 673,097</u>	<u>\$ -</u>	<u>\$ 41,053</u>	<u>\$ 632,044</u>	<u>\$ 43,354</u>
Business-Type Activities:					
Notes from direct borrowings	\$ 73,682	\$ 550,000	\$ 17,547	\$ 606,135	\$ 45,591
General Obligation Bonds	750,000	-	30,000	720,000	30,000
Due to the Village of Osceola	63,810	-	15,953	47,857	21,270
Bond Premiums	9,637	-	507	9,130	508
Compensated Absences	1,724	1,778	1,724	1,778	1,778
	<u>\$ 898,853</u>	<u>\$ 551,778</u>	<u>\$ 65,731</u>	<u>\$ 1,384,900</u>	<u>\$ 99,147</u>

On February 3rd, 2020, the Village passed a resolution to accept payment terms between the Village and the Village of Osceola. It was discovered during 2019 that the Village had not been correctly billed for wastewater during 2014 and 2015 and never billed for service in 2016 for a total due of \$63,810. The agreed upon payment terms consists of 12 payments of \$5,318 over a 3-year period with the first payment being due on April 20, 2020.

On August 25, 2020 the Village issued \$550,000 of state trust fund loan general obligation note for the purpose of financing the water tower project. This note bears an interest rate of 3.50 percent and matures on March 15, 2040.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligations Long-Term Debt

The Village's outstanding State Trust Fund note from direct borrowings related to business-type activities of \$606,135 are subject to a statutory provision that in an event of late or non-payment, a one percent per month penalty will be charged and the payment will be collected through a reduction in payments from the State of Wisconsin.

All general obligation bonds, notes and other long-term obligations are backed by the full faith and credit of the Village. General obligation long-term debt will be retired by future tax levies accumulated by the debt service fund for governmental activities. It is anticipated that operating revenues of the water and sewer utilities will provide sufficient revenues to offset all required principal and interest maturities on the general obligation debt included in the business-type activities.

Minimum annual principal and interest payments required to retire long-term debt, together with the expected funding sources, are shown below:

	Year	Principal	Interest	Total
General Obligation Notes - Direct Borrowings:				
State trust fund loan, \$152,000	2021	\$ 18,123	\$ 1,825	\$ 19,948
dated 11/20/13, due 3/15/23,	2022	18,712	1,236	19,948
interest at 3.25%	2023	19,300	628	19,928
(Water Utility Meter Replacement Project)		<u>56,135</u>	<u>3,689</u>	<u>59,824</u>
State trust fund loan, \$550,000	2021	27,468	10,653	38,121
dated 8/25/20, due 3/15/40,	2022	19,832	18,289	38,121
interest at 3.50%	2023	20,527	17,594	38,121
(Water Tower Project)	2024	21,199	16,922	38,121
	2025	21,987	16,134	38,121
	2026-2030	121,992	68,614	190,606
	2031-2035	144,895	45,710	190,605
	2036-2040	172,100	18,506	190,606
		<u>550,000</u>	<u>212,422</u>	<u>762,422</u>
Total General Obligation Notes		606,135	216,111	822,246
General Obligation Bonds:				
General obligation refunding bonds,	2021	70,000	46,528	116,528
\$1,425,000, dated 5/24/18, due 3/1/38,	2022	70,000	43,728	113,728
interest at 3.5-4.0% (Refinance old issues,	2023	75,000	40,828	115,828
street and utility projects)	2024	80,000	37,728	117,728
	2025	85,000	34,428	119,428
	2026-2030	375,000	132,813	507,813
	2031-2035	340,000	69,071	409,071
	2036-2038	240,000	13,692	253,692
		<u>1,335,000</u>	<u>418,816</u>	<u>1,753,816</u>
Total General Obligation Bonds		<u>\$ 1,335,000</u>	<u>\$ 418,816</u>	<u>\$ 1,753,816</u>

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligations Long-Term Debt (Continued)

Year	Governmental Activities			Funding Source General Fund
	Annual Requirements			
	Bonded Debt		Total	
	Princpal	Interest		
2021	\$ 40,000	\$ 21,384	\$ 61,384	\$ 61,384
2022	40,000	19,784	59,784	59,784
2023	45,000	18,084	63,084	63,084
2024	50,000	16,184	66,184	66,184
2025	50,000	14,184	64,184	64,184
2026-2030	180,000	49,785	229,785	229,785
2031-2035	125,000	26,923	151,923	151,923
2036-2038	85,000	4,901	89,901	89,901
	<u>\$ 615,000</u>	<u>\$ 171,229</u>	<u>\$ 786,229</u>	<u>\$ 786,229</u>

Year	Business-Type Activities					Funding Sources		
	Annual Requirements					Water Utility	Sewer Utility	Total
	Bonded Debt		Notes from Direct Borrowings		Total			
	Princpal	Interest	Princpal	Interest				
2021	\$ 30,000	\$ 25,144	\$ 45,591	\$ 12,478	\$ 113,213	\$ 93,960	\$ 19,253	\$ 113,213
2022	30,000	23,944	38,544	19,525	112,013	93,160	18,853	112,013
2023	30,000	22,744	39,827	18,222	110,793	92,340	18,453	110,793
2024	30,000	21,544	21,199	16,922	89,665	71,612	18,053	89,665
2025	35,000	20,244	21,987	16,134	93,365	70,812	22,553	93,365
2026-2030	195,000	83,028	121,992	68,614	468,634	363,135	105,499	468,634
2031-2035	215,000	48,490	144,895	45,710	454,095	361,274	92,821	454,095
2036-2040	155,000	8,790	172,100	18,506	354,396	291,066	63,330	354,396
	<u>\$ 720,000</u>	<u>\$ 253,928</u>	<u>\$ 606,135</u>	<u>\$ 216,111</u>	<u>\$ 1,796,174</u>	<u>\$ 1,437,359</u>	<u>\$ 358,815</u>	<u>\$ 1,796,174</u>

General Obligation Debt Limitation. Section 67.03 of the *Wisconsin Statutes* restricts general obligation debt to 5 percent of the equalized value of all property in the Village. At December 31, 2020, the Village's debt limit amounted to \$3,403,255 and long-term indebtedness subject to the limitation totaled \$1,941,135.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Governmental Fund Balances

The governmental fund balances reported on the fund financial statements at December 31, 2020 consisted of the following:

	Total	Nonspendable	Restricted	Assigned	Unassigned
Major Funds:					
General Fund	\$ 991,480	\$ -	\$ -	\$ -	\$ -
Nonspendable	-	190,963	-	-	-
Assigned:					
Office Equipment	-	-	-	6,710	-
Police Car Replacement	-	-	-	5,706	-
Lawn Equipment Replacement	-	-	-	5,000	-
Machinery Replacement	-	-	-	114,384	-
Road Outlay (Street Signs Mandate)	-	-	-	1,885	-
LRIP Future Project	-	-	-	67,050	-
Play Ground Equipment	-	-	-	17,735	-
Sidewalks	-	-	-	2,130	-
Clerk-Treasurer Position	-	-	-	10,000	-
Unassigned	-	-	-	-	569,917
Debt Service Fund	-	-	-	-	-
Horsmann/Peterson Fund	-	-	-	-	-
CDBG Housing Rehabilitation Fund	16,673	-	16,673	-	-
Nonmajor Fund:					
Library Fund	12,933	-	-	12,933	-
Total Governmental Funds Balances	<u>\$ 1,021,086</u>	<u>\$ 190,963</u>	<u>\$ 16,673</u>	<u>\$ 243,533</u>	<u>\$ 569,917</u>

NOTE 4 OTHER INFORMATION

A. Wisconsin Retirement System (WRS) Pension Plan Benefits

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

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.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System (WRS) Pension Plan Benefits (Continued)

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

Final average earnings is the average of the participant's three highest annual earnings periods. 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 or after 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.

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, and 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.

For the year ended December 31, 2020, the WRS recognized \$22,333 in contributions from the employer. Contributions for the years ended December 31, 2019 and 2018 were \$20,037 and \$20,441 respectively.

Contribution rates for 2020 were as follows:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	6.75%	6.75%
Executives and Elected Officials	6.75%	6.75%
Protective with Social Security	6.75%	11.74%
Protective without Social Security	6.75%	16.34%

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Wisconsin Retirement System (WRS) Pension Plan Benefits (Continued)

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>
2010	(1.3)	22.0
2011	(1.2)	11.0
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.1	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)

B. Vacation and Sick Leave Benefits

It is the Village's policy to permit employees to accumulate vacation and sick leave benefits. Vacation is granted to employees in varying amounts based on length of service and terms of employment. Employees earn one day of sick leave per month with a maximum accumulation of one hundred twenty (120) days. Accumulated sick leave is not paid upon termination of employment, except at retirement. Upon retirement, payment shall be one-half the total accumulated sick days at the rate of \$10 per unused sick leave day up to a maximum payment of \$500.

Liabilities for accumulated vacation and sick leave are not accrued in the Village's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The estimated liabilities for unused vacation and sick leave payable at December 31, 2020 were \$5,304.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Agreement with Village of Osceola

The Village entered into an agreement with the Village of Osceola in 1985 for treatment of the wastewater effluent of the Village of Dresser at the Osceola wastewater treatment plant. The agreement requires quarterly payments by the Village of Dresser for its share of operation and maintenance expenses plus a depreciation charge associated with the treatment plant. Amounts charged to the Village of Dresser for its share of operation and maintenance expenses and shared capital costs for 2020 and 2019 were \$170,634 and \$384,845, respectively. An annual cost of treatment report is produced subsequent to year-end. Any difference between the quarterly payments made during the previous year and the final actual cost calculated on the cost of treatment report are reconciled at that point. A balance due to or from the Village of Osceola will result and will be settled during a subsequent quarterly payment. A receivable or payable balance for this annual settlement as of December 31, 2020 has not been recorded as it cannot be reasonably estimated.

D. Joint Ventures

Ambulance Service. The Village of Dresser, Village of Osceola, Town of Osceola, and Town of Farmington are members of the Osceola Area Ambulance Service, which provides ambulance services to the respective communities. The communities each share in the operation of the ambulance service through per capita levies.

The ambulance services governing body is made up of citizens from each community as appointed by each respective governing body. The ambulance service has authority to adopt its own budget and control the financial affairs of the ambulance service. Separate financial statements for the ambulance service are not issued. During 2020, the Village paid \$5,876 as its share of the operations of the ambulance service. No separate financial statement are issued for the service.

The Village also pays Lifelink for emergency ambulance service. During 2020, Lifelink did not request and the Village did not pay any contributions toward the operation of the ambulance service.

Fire Association. The Village of Dresser, and Towns of Osceola, Garfield, and Alden are members of Allied Emergency Services which provides fire protection services to the respective communities. The communities each share in the operation of the association through annual tax levies.

The fire association governing body is made up of the Town Chairman and three members from each of the Town Boards, and the Village President and two Trustees of the Village of Dresser. The fire association has authority to adopt its own budget and control the financial affairs of the fire association. During 2020, the Village paid \$29,497 as its share of the operations of the fire association. The Village also paid to the fire association in 2020 its 2% fire dues from the State of Wisconsin in the amount of \$2,810.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 4 OTHER INFORMATION (CONTINUED)

D. Joint Ventures (Continued)

Fire Association (Continued). Financial statements for the Allied Emergency Services are prepared on the cash basis and can be obtained by writing the organization at 688 Minneapolis Street, Amery, Wisconsin, 54001. Summary financial information of the rural fire association as of March 31, 2020 is as follows:

Total Assets - Cash	\$	129,971
Total Liabilities		-
Cash Basis Net Position	<u>\$</u>	<u>129,971</u>
Receipts in Excess of Disbursements	\$	(82,708)
Outstanding Debt	\$	1,116,910

E. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, and destruction of assets; error and omissions; injuries to employees; and natural disasters. The Village maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village. There were no significant reductions in coverage from the prior year and settled claims have not exceeded this commercial coverage in any of the last three years.

F. Contingency

During the year, the World Health Organization declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. The full impact of COVID-19 is unknown and cannot be reasonably estimated.

REQUIRED SUPPLEMENTARY INFORMATION

**VILLAGE OF DRESSER, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 448,684	\$ 448,684	\$ 448,174	\$ (510)
Intergovernmental	195,943	195,943	207,647	11,704
Licenses and Permits	9,423	9,423	13,789	4,366
Fines and Forfeits	950	950	3,336	2,386
Public Charges for Services	135	135	245	110
Intergovernmental Charges for Services	7,500	7,500	7,500	-
Miscellaneous:				
Interest	3,000	3,000	1,621	(1,379)
Rent	1,200	1,200	1,450	250
Other	-	-	2,740	2,740
Total Revenues	<u>666,835</u>	<u>666,835</u>	<u>686,502</u>	<u>19,667</u>
EXPENDITURES				
General Government	154,560	154,560	138,589	15,971
Public Safety	206,196	206,196	236,309	(30,113)
Transportation	217,450	217,450	198,824	18,626
Sanitation	6,800	6,800	7,236	(436)
Health and Human Services	50	50	-	50
Culture, Recreation and Education	24,301	24,301	25,945	(1,644)
Conservation and Development	3,995	3,995	3,551	444
Total Expenditures	<u>613,352</u>	<u>613,352</u>	<u>610,454</u>	<u>2,898</u>
EXCESS OF REVENUES OVER EXPENDITURES	53,483	53,483	76,048	22,565
OTHER FINANCING SOURCES/ (USES)				
Transfers In	31,000	31,000	195,452	164,452
Transfers Out	(84,483)	(84,483)	(64,133)	20,350
Total Other Financing Sources (Uses)	<u>(53,483)</u>	<u>(53,483)</u>	<u>131,319</u>	<u>184,802</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	207,367	<u>\$ 207,367</u>
Fund Balance, January 1			<u>784,113</u>	
FUND BALANCE, DECEMBER 31			<u>\$ 991,480</u>	

VILLAGE OF DRESSER, WISCONSIN
 BUDGETARY COMPARISON SCHEDULE
 LIBRARY FUND
 YEAR ENDED DECEMBER 31, 2020

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 47,853	\$ 47,853	\$ 47,853	\$ -
Intergovernmental	23,154	23,154	27,376	4,222
Fines and Forfeits	480	480	61	(419)
Public Charges for Services	160	160	110	(50)
Miscellaneous:				
Other	-	-	87	87
Total Revenues	<u>71,647</u>	<u>71,647</u>	<u>75,487</u>	<u>3,840</u>
EXPENDITURES				
Culture, Recreation and Education	<u>71,647</u>	<u>71,647</u>	<u>83,123</u>	<u>(11,476)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	(7,636)	<u>\$ (7,636)</u>
Fund Balance, January 1			<u>20,569</u>	
FUND BALANCE, DECEMBER 31			<u>\$ 12,933</u>	

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020**

BUDGETARY INFORMATION

GASB Statement No. 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information is derived from the Village's annual operating budget. The Village does not adopt a budget for the CDBG Housing Rehabilitation fund.

The Village's budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The Village's legal budget is adopted at the major function level in the general fund (i.e. general government) and at the fund level in all other funds.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

EXCESS OF EXPENDITURES OVER BUDGET

Comparisons of actual revenues and expenditures to budgeted amounts for the Village's general fund and library fund are presented as required supplementary information following the notes to the basic financial statements. Expenditures in excess of budgeted amounts at the legally adopted levels for each of these funds are shown in those schedules.

SUPPLEMENTARY INFORMATION

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

**VILLAGE OF DRESSER, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2019)**

	2020	2019
ASSETS		
Treasurer's Cash and Investments	\$ 915,310	\$ 737,061
Taxes Receivable:		
Current Tax Roll	349,905	338,646
Advances to Other Funds	190,963	154,221
Total Assets	\$ 1,456,178	\$ 1,229,928
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
Liabilities:		
Vouchers Payable	\$ 18,158	\$ 1,161
Deferred Inflows of Resources:		
Tax Roll Items:		
Succeeding Year's Property Taxes	446,540	444,654
Fund Balance:		
Nonspendable:		
Advances to Wastewater Utility	190,963	154,221
Assigned for:		
Office Equipment	6,710	8,766
Police Car Replacement	5,706	30,095
Lawn Equipment Replacement	5,000	2,500
Machinery Replacement	114,384	108,834
Street Signs Mandate	1,885	3,521
LRIP Future Project	67,050	67,050
Play Ground Equipment	17,735	17,735
Sidewalks	2,130	4,000
Housing Survey	-	3,500
Clerk-Treasurer Position	10,000	-
Unassigned	569,917	383,891
Total Fund Balance	991,480	784,113
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	 \$ 1,456,178	 \$ 1,229,928

**VILLAGE OF DRESSER, WISCONSIN
GENERAL FUND
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019)**

	2020		Actual	Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget			
REVENUES:					
Taxes:					
General Property Taxes	\$ 444,654	\$ 444,654	\$ 444,654	\$ -	444,358
Mobile Home Parking Permit Fees	3,000	3,000	2,511	(489)	2,208
Taxes for Other Tax Exempt Entities	1,000	1,000	1,000	-	1,000
Interest on Delinquent Taxes	30	30	9	(21)	60
Total Taxes	<u>448,684</u>	<u>448,684</u>	<u>448,174</u>	<u>(510)</u>	<u>447,626</u>
Intergovernmental:					
Federal Aid - Routes to Recovery	-	-	10,170	10,170	-
State Shared Taxes	119,471	119,471	119,768	297	119,963
State Expenditure Restraint Revenue	12,916	12,916	12,916	-	13,272
Personal Property Aid	7,072	7,072	7,072	-	7,072
State Exempt Computer Aid	1,624	1,624	1,624	-	1,624
State Transportation Aids	51,788	51,788	51,789	1	45,034
Fire Insurance Taxes	2,300	2,300	2,810	510	2,611
Law Enforcement Training Aids	160	160	160	-	160
Video Service Aid	612	612	613	1	-
Other State Aids	-	-	725	725	1,200
Total Intergovernmental	<u>195,943</u>	<u>195,943</u>	<u>207,647</u>	<u>11,704</u>	<u>190,936</u>
Licenses and Permits:					
Licenses:					
Liquor and Malt Beverage	2,110	2,110	2,110	-	2,130
Cable TV Franchise	5,500	5,500	5,600	100	6,322
Mobile Home Park	48	48	48	-	48
Operators	600	600	500	(100)	640
Cigarette	50	50	50	-	50
Dog Licenses	630	630	665	35	693
Dog License Refunds from County	35	35	36	1	39
Sundry	50	50	75	25	60
Construction Permits	400	400	4,705	4,305	4,503
Zoning Permits	-	-	-	-	20
Total Licenses and Permits	<u>9,423</u>	<u>9,423</u>	<u>13,789</u>	<u>4,366</u>	<u>14,505</u>
Fines, Forfeits and Penalties:					
Court Penalties-Municipal Court	950	950	3,336	2,386	638

**VILLAGE OF DRESSER, WISCONSIN
GENERAL FUND
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019)**

	2020			Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget	Actual		
REVENUES (CONTINUED):					
Public Charges for Services:					
Clerk Fees	\$ 50	\$ 50	\$ 26	\$ (24)	85
License Publication Fees	60	60	60	-	60
Police Department Fees	25	25	25	-	60
Temporary License Plates	-	-	-	-	10
Street Department	-	-	124	124	156
Tennis Court	-	-	10	10	-
Total Public Charges for Services	<u>135</u>	<u>135</u>	<u>245</u>	<u>110</u>	<u>371</u>
Intergovernmental Charges for Services:					
Utility Equipment/Office Rental	7,500	7,500	7,500	-	7,500
Miscellaneous:					
Interest on Investments	3,000	3,000	1,621	(1,379)	8,085
Rent:					
Village Buildings	1,200	1,200	1,450	250	950
Other:					
Donations	-	-	1,679	1,679	5,592
Sale of Village Property	-	-	-	-	20
Insurance Recoveries	-	-	1,061	1,061	1,393
Miscellaneous Other	-	-	-	-	30
Total Miscellaneous	<u>4,200</u>	<u>4,200</u>	<u>5,811</u>	<u>1,611</u>	<u>16,070</u>
Total Revenues	666,835	666,835	686,502	19,667	677,646
EXPENDITURES:					
General Government:					
Board	6,613	6,613	6,075	538	6,045
Attorney	6,500	6,500	4,593	1,907	6,309
Codification of Ordinances	1,695	1,695	995	700	1,340
Judicial	500	500	-	500	-
Village President	4,850	4,850	4,694	156	4,689
Clerk-Treasurer	42,031	42,031	48,944	(6,913)	42,746
Office Equipment	2,000	2,000	4,656	(2,656)	-
Deputy Clerk	20,322	20,322	-	20,322	16,522
Computer Support Agreement	4,350	4,350	4,804	(454)	4,696

**VILLAGE OF DRESSER, WISCONSIN
GENERAL FUND
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019)**

	2020			Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget	Actual		
EXPENDITURES (CONTINUED):					
General Government (Continued):					
Elections	\$ 4,960	\$ 4,960	\$ 3,129	\$ 1,831	671
Elections Equipment	5,520	5,520	10,058	(4,538)	947
Assessment of Property	6,250	6,250	6,227	23	5,973
Special Accounting and Auditing	7,450	7,450	7,844	(394)	7,350
Municipal Building #1 - Library Building	4,015	4,015	3,393	622	3,751
Municipal Building #1 - Library Building Outlay	1,000	1,000	989	11	779
Municipal Building #2 - Village Hall	8,400	8,400	7,391	1,009	7,941
Municipal Building #2 - Village Hall Outlay	6,500	6,500	5,555	945	-
Community Hall	8,254	8,254	6,493	1,761	6,133
Community Building Outlay	1,000	1,000	964	36	-
Property, Liability, Public Officials and Workers Compensation Insurance	12,350	12,350	11,785	565	10,627
Total General Government	154,560	154,560	138,589	15,971	126,519
Public Safety:					
Police Department	107,020	107,020	108,990	(1,970)	99,540
Police Radios	1,000	1,000	-	1,000	798
Police Auto Replacement	6,000	6,000	30,534	(24,534)	-
Fire Suppression	31,797	31,797	32,307	(510)	30,609
Hydrant Rental	54,403	54,403	54,403	-	53,383
Building Inspection	100	100	4,199	(4,099)	4,081
Ambulance	5,876	5,876	5,876	-	5,436
Total Public Safety	206,196	206,196	236,309	(30,113)	193,847
Transportation:					
Machinery and Equipment Operation	19,200	19,200	13,275	5,925	17,529
Machinery Outlay	12,000	12,000	6,092	5,908	175,804
Lawn and Equipment Replacement Outlay	2,500	2,500	-	2,500	-
Garages	12,525	12,525	10,696	1,829	11,337
Cold Storage Building	3,515	3,515	2,981	534	3,375
Street and Alleys Maintenance	97,218	97,218	98,980	(1,762)	90,665
P-T Street Work	1,692	1,692	183	1,509	1,679
Street Outlay	41,200	41,200	40,527	673	40,559
Capital Outlay - Sidewalks	1,000	1,000	2,870	(1,870)	-

**VILLAGE OF DRESSER, WISCONSIN
GENERAL FUND
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019)**

	2020			Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget	Actual		
EXPENDITURES (CONTINUED):					
Transportation (Continued):					
Outlay-Street Signs	\$ -	\$ -	\$ 1,636	\$ (1,636)	4,361
Snow and Ice Removal	9,300	9,300	5,233	4,067	8,469
Street Lighting	17,300	17,300	16,351	949	21,815
Total Transportation	<u>217,450</u>	<u>217,450</u>	<u>198,824</u>	<u>18,626</u>	<u>375,593</u>
Sanitation:					
Spring/Fall Cleanup	3,400	3,400	4,403	(1,003)	3,047
Recycling and Composting	3,350	3,350	2,805	545	538
Weed and Nuisance Control	50	50	28	22	27
Total Sanitation	<u>6,800</u>	<u>6,800</u>	<u>7,236</u>	<u>(436)</u>	<u>3,612</u>
Health and Human Services:					
Animal Control	50	50	-	50	-
Culture, Recreation and Education:					
Wilderness Park Walkway	300	300	-	300	-
Parks	5,961	5,961	5,294	667	4,793
Parks Outlay	14,140	14,140	19,004	(4,864)	22,282
Mowing Contract	2,000	2,000	1,350	650	1,300
Tennis Courts Outlay	1,900	1,900	297	1,603	1,068
Total Culture, Recreation and Education	<u>24,301</u>	<u>24,301</u>	<u>25,945</u>	<u>(1,644)</u>	<u>29,443</u>
Conservation and Development:					
Urban Forestry Renewal Program	1,900	1,900	1,792	108	1,872
Polk County Economic Development Economic Development	895	895	895	-	895
Community Advertising and Promotion	1,200	1,200	864	336	1,030
Total Conservation and Development	<u>3,995</u>	<u>3,995</u>	<u>3,551</u>	<u>444</u>	<u>3,797</u>
Total Expenditures	<u>613,352</u>	<u>613,352</u>	<u>610,454</u>	<u>2,898</u>	<u>732,811</u>
EXCESS OF REVENUES OVER EXPENDITURES	53,483	53,483	76,048	22,565	(55,165)

**VILLAGE OF DRESSER, WISCONSIN
GENERAL FUND
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2019)**

	2020			Variance - Positive (Negative)	2019 Actual
	Adopted Budget	Final Budget	Actual		
OTHER FINANCING SOURCES (USES):					
Utility Tax Equivalent	\$ 31,000	\$ 31,000	\$ 30,965	\$ (35)	\$ 32,090
Capital Projects Fund	-	-	164,487	164,487	-
Transfer to Other Funds:					
Debt Service Fund	<u>(84,483)</u>	<u>(84,483)</u>	<u>(64,133)</u>	<u>20,350</u>	<u>(83,937)</u>
Total Other Financing Sources (Uses)	<u>(53,483)</u>	<u>(53,483)</u>	<u>131,319</u>	<u>184,802</u>	<u>(51,847)</u>
NET CHANGE IN FUND BALANCE	-	-	207,367	207,367	(107,012)
Fund Balance, January 1	<u>784,113</u>	<u>784,113</u>	<u>784,113</u>	<u>-</u>	<u>891,125</u>
FUND BALANCE, DECEMBER 31	<u><u>\$ 784,113</u></u>	<u><u>\$ 784,113</u></u>	<u><u>\$ 991,480</u></u>	<u><u>\$ 207,367</u></u>	<u><u>\$ 784,113</u></u>

**VILLAGE OF DRESSER, WISCONSIN
WATER UTILITY ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2019)**

	2020	2019
ASSETS		
Current Assets:		
Cash and Investments	\$ 13,864	\$ 89,315
Customer Accounts Receivable	9,362	9,173
Accounts Receivable from Tax Roll	2,637	3,796
Inventories	7,664	7,264
Total Current Assets	33,527	109,548
Capital Assets:		
Capital Assets Not Being Depreciated:		
Land	257	257
Capital Assets Being Depreciated:		
Utility Plant in Service	2,006,792	2,004,163
Less: Accumulated Depreciation	698,008	653,790
Net Capital Assets	1,309,041	1,350,630
Construction Work in Progress	33,290	-
Total Capital Assets	1,342,331	1,350,630
 Total Assets	 \$ 1,375,858	 \$ 1,460,178
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 38,772	\$ 118
Accrued Interest	22,233	7,607
Accrued Employee Benefits - Current Portion	889	862
Current Portion of General Obligation Notes	65,591	37,546
Current Portion of Debt Premium	326	326
Total Current Liabilities	127,811	46,459
Long-Term Liabilities:		
Advance from General Fund	52,575	52,575
General Obligation Bonds	435,000	455,000
General Obligation Notes	560,544	56,135
Unamortized Debt Premium	5,533	5,859
Total Long-Term Liabilities	1,053,652	569,569
 Total Liabilities	1,181,463	616,028
NET POSITION		
Net Investment in Capital Assets	927,038	958,133
Unrestricted (Deficit)	(732,643)	(113,983)
Total Net Position	194,395	844,150
 Total Liabilities and Net Position	 \$ 1,375,858	 \$ 1,460,178

**VILLAGE OF DRESSER, WISCONSIN
WATER UTILITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020	2019
OPERATING REVENUES:		
Sales of Water:		
Residential	\$ 76,935	\$ 72,095
Commercial	12,939	13,597
Industrial	18,945	22,290
Public Authorities	2,578	2,385
Multifamily Residential	2,940	2,795
Public Fire Protection	54,403	53,383
Private Fire Protection	3,960	3,960
Total Sales of Water	172,700	170,505
Other Operating Revenues:		
Forfeited Discounts	384	639
Meter Charge to Sewer	10,414	10,188
Miscellaneous Operating Revenues	380	815
Total Other Operating Revenues	11,178	11,642
Total Operating Revenues	183,878	182,147
OPERATING EXPENSES:		
Operation and Maintenance	721,831	108,980
Depreciation	44,218	44,133
Total Operating Expenses	766,049	153,113
OPERATING INCOME	(582,171)	29,034
NONOPERATING REVENUES (EXPENSES):		
Interest Revenue	1,526	6,810
Interest Expense	(33,721)	(13,719)
Debt Issuance Costs	(4,750)	-
Amortization of Debt Premium	326	326
Total Nonoperating Revenues (Expenses)	(36,619)	(6,583)
INCOME BEFORE TRANSFERS AND CONTRIBUTIONS	(618,790)	22,451
TRANSFERS AND CONTRIBUTIONS:		
Transfers:		
Transfer to General Fund - Tax Equivalents	(30,965)	(32,090)
Total Capital Contributions and Transfers	(30,965)	(32,090)
CHANGE IN NET POSITION	(649,755)	(9,639)
Net Position, January 1	844,150	853,789
NET POSITION, DECEMBER 31	\$ 194,395	\$ 844,150

**VILLAGE OF DRESSER, WISCONSIN
WATER UTILITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Utility Customers	\$ 120,031	\$ 120,250
Cash Received from Public Fire Protection	54,403	53,383
Cash Received from Sewer Share of Meter Related Expenses	10,414	10,188
Cash Payments to Suppliers for Goods and Services	(630,389)	(62,341)
Cash Payments for Employee Services	(53,161)	(48,757)
Net Cash Provided by Operating Activities	(498,702)	72,723
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Proceeds from Long-Term Debt	550,000	-
Cash Payments for Tax Equivalents	(30,965)	(32,090)
Net Cash Used by Noncapital Financing Activities	519,035	(32,090)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Cash Payments for Capital Assets	(2,629)	(1,759)
Cash Payments for Constructions Work in Progress	(33,290)	-
Cash Paid for Debt Issuance Costs	(4,750)	-
Principal Paid on Long-Term Debt	(37,546)	(35,958)
Interest Paid on Long-Term Debt	(19,095)	(24,507)
Net Cash Provided (Used) by Capital and Related Financing Activities	(97,310)	(62,224)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	1,526	6,810
NET CHANGE IN CASH AND CASH EQUIVALENTS	(75,451)	(14,781)
Cash and Cash Equivalents, January 1	89,315	104,096
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 13,864	\$ 89,315
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (582,171)	\$ 29,034
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation	44,218	44,133
(Increase) Decrease in Assets:		
Customer Accounts Receivable	(189)	466
Tax Roll Receivables	1,159	1,208
Inventories	(400)	(2,328)
Increase (Decrease) in Liabilities:		
Accounts Payable	38,654	53
Accrued Employee Benefits	27	157
Net Cash Provided by Operating Activities	\$ (498,702)	\$ 72,723

**VILLAGE OF DRESSER, WISCONSIN
 WATER UTILITY ENTERPRISE FUND
 SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
 YEAR ENDED DECEMBER 31, 2020
 (WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020	2019
OPERATION OF PLANT		
Salaries and Wages	\$ 22,216	\$ 19,684
Power Purchased for Pumping	10,014	10,897
Supplies and Expenses	8,158	4,968
Transportation Expenses	2,250	2,250
Total Operation of Plant	42,638	37,799
 MAINTENANCE OF PLANT		
Repairs to Water Plant	629,075	22,098
 ADMINISTRATIVE AND GENERAL		
Salaries and Wages	18,780	18,767
Office Supplies and Expenses	4,604	4,273
Outside Services Employed	6,760	6,897
Insurance Expenses	4,984	4,719
Employees Pensions and Benefits	8,911	7,401
Employee FICA Taxes	3,281	3,062
Regulatory Commission Expense	703	66
Other General Expenses	2,095	3,898
Total Administrative and General	50,118	49,083
 Total Operation and Maintenance Expenses	\$ 721,831	\$ 108,980

VILLAGE OF DRESSER, WISCONSIN
WASTEWATER UTILITY ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2019)

	<u>2020</u>	<u>2019</u>
ASSETS		
Current Assets:		
Treasurer's Cash	\$ 73,233	\$ 72,873
Customer Accounts Receivable	32,026	30,086
Accounts Receivable from Tax Roll	9,296	13,427
Total Current Assets	<u>114,555</u>	<u>116,386</u>
Capital Assets:		
Capital Assets Being Depreciated:		
Utility Plant in Service	1,821,807	1,821,807
Less: Accumulated Depreciation	<u>712,378</u>	<u>680,788</u>
Net Capital Assets	<u>1,109,429</u>	<u>1,141,019</u>
Total Assets	<u><u>\$ 1,223,984</u></u>	<u><u>\$ 1,257,405</u></u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 48,410	\$ 144,089
Accrued Interest	3,151	3,284
Accrued Employee Benefits - Current Portion	889	862
Due to Other Governments	21,270	15,953
Current Portion of General Obligation Bonds	10,000	10,000
Current Portion of Debt Premium	<u>182</u>	<u>182</u>
Total Current Liabilities	83,902	174,370
Long-Term Liabilities (Net of Current Portion):		
Advance from General Fund	138,388	101,646
General Obligation Bonds	255,000	265,000
Due to Other Governments	26,588	47,858
Unamortized Debt Premium	<u>3,088</u>	<u>3,270</u>
Total Long-Term Liabilities Net of Current Portion	<u>423,064</u>	<u>417,774</u>
Total Liabilities	506,966	592,144
NET POSITION		
Net Investment in Capital Assets	847,699	887,361
Unrestricted (Deficit)	<u>(130,681)</u>	<u>(222,100)</u>
Total Net Position	<u>717,018</u>	<u>665,261</u>
Total Liabilities and Net Position	<u><u>\$ 1,223,984</u></u>	<u><u>\$ 1,257,405</u></u>

VILLAGE OF DRESSER, WISCONSIN
WASTEWATER UTILITY ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)

	2020	2019
OPERATING REVENUES		
Sewerage Revenues:		
Residential	\$ 266,716	\$ 244,481
Commercial	54,425	53,395
Industrial	20,620	18,487
Public Authorities	6,036	5,810
Multifamily Residential	10,551	9,594
Total Sewerage Revenues	358,348	331,767
Other Operating Revenues:		
Forfeited Discounts	1,336	2,089
Miscellaneous	-	50
Total Operating Revenues	359,684	333,906
OPERATING EXPENSES		
Operation and Maintenance	275,361	510,466
Depreciation	31,590	31,640
Total Operating Expenses	306,951	542,106
OPERATING INCOME (LOSS)	52,733	(208,200)
NONOPERATING REVENUES		
Interest Revenue	362	1,564
Interest Expense	(9,520)	(6,536)
Amortization of Debt Premium	182	182
Total Nonoperating Revenues (Expenses)	(8,976)	(4,790)
INCOME (LOSS) BEFORE TRANSFERS AND CONTRIBUTIONS	43,757	(212,990)
TRANSFERS AND CONTRIBUTIONS		
Hookup Fees	8,000	8,000
CHANGE IN NET POSITION	51,757	(204,990)
Net Position, January 1	665,261	870,251
NET POSITION, DECEMBER 31	\$ 717,018	\$ 665,261

**VILLAGE OF DRESSER, WISCONSIN
WASTEWATER UTILITY ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)**

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Utility Customers	\$ 361,875	\$ 336,684
Cash Paid for Sewer Share of Meter Related Expenses	(10,414)	(10,188)
Cash Payments to Suppliers for Goods and Services	(326,402)	(303,150)
Cash Payments for Employee Services	(50,150)	(46,476)
Net Cash Provided (Used) by Operating Activities	(25,091)	(23,130)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating Cash Provided by (Repaid to) General Fund	36,742	39,936
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Cash Paid for Acquisition of Capital Assets	-	(10,298)
Cash Received as Customer Contributions	8,000	8,000
Principal Paid on Long-Term Debt	(10,000)	(182)
Interest Paid on Long-Term Debt	(9,653)	(12,326)
Net Cash Provided (Used) by Capital and Related Financing Activities	(11,653)	(14,806)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	362	1,564
NET CHANGE IN CASH AND CASH EQUIVALENTS	360	3,564
Cash and Cash Equivalents, January 1	72,873	69,309
CASH AND CASH EQUIVALENTS, DECEMBER 31	\$ 73,233	\$ 72,873
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 52,733	\$ (208,200)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation	31,590	31,640
(Increase) Decrease in Assets:		
Customer Accounts Receivable	(1,940)	(1,661)
Tax Roll Receivables	4,131	4,439
Increase (Decrease) in Liabilities:		
Accounts Payable	(95,679)	86,684
Accrued Employee Benefits	27	157
Increase (Decrease) in Due to Other Governments	(15,953)	63,811
Net Cash Provided (Used) by Operating Activities	\$ (25,091)	\$ (23,130)

VILLAGE OF DRESSER, WISCONSIN
WASTEWATER UTILITY ENTERPRISE FUND
SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
YEAR ENDED DECEMBER 31, 2020
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2019)

	<u>2020</u>	<u>2019</u>
OPERATION OF PLANT		
Purchased Wastewater Treatment Service from Village of Osceola:		
Current Year	\$ 170,634	\$ 384,845
Supervision and Labor	19,815	17,125
Power and Fuel for Pumping	3,705	3,805
Outside Sewage Testing	5,520	6,319
Other Operating Supplies and Expenses	4,506	5,429
Transportation	<u>2,250</u>	<u>2,250</u>
Total Operation of Plant	206,430	419,773
 MAINTENANCE OF PLANT		
Sewage Collection System	13,315	33,772
 ADMINISTRATIVE AND GENERAL		
Administrative and General Salaries	18,780	19,056
Office Supplies and Expenses	3,827	3,992
Outside Services Employed	4,419	6,876
Insurance Expenses	4,984	4,719
Employees Pensions and Benefits	8,669	7,739
Employee FICA Taxes	2,913	2,713
Meter Use Charge (Paid to Water Utility)	10,414	10,188
Other General Expenses	<u>1,610</u>	<u>1,638</u>
Total Administrative and General	55,616	56,921
 Total Operation and Maintenance Expenses	<u>\$ 275,361</u>	<u>\$ 510,466</u>