

VILLAGE OF DRESSER, WISCONSIN

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2022



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAconnect.com](https://www.CLAconnect.com)

VILLAGE OF DRESSER, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2022

INDEPENDENT AUDITORS' REPORT	1
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	5
STATEMENT OF ACTIVITIES	6
BALANCE SHEET – GOVERNMENTAL FUNDS	7
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES	8
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	9
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES	10
STATEMENT OF NET POSITION – PROPRIETARY FUNDS	11
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION – PROPRIETARY FUNDS	12
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS	13
STATEMENT OF NET POSITION – FIDUCIARY FUND	15
STATEMENT OF CHANGES IN NET POSITION – FIDUCIARY FUND	16
NOTES TO BASIC FINANCIAL STATEMENTS	17
REQUIRED SUPPLEMENTARY INFORMATION	
1 – BUDGETARY COMPARISON SCHEDULE – GENERAL FUND	41
2 – BUDGETARY COMPARISON SCHEDULE – LIBRARY FUND	42
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	43
SUPPLEMENTARY INFORMATION	
INDIVIDUAL FUND STATEMENTS AND SCHEDULES	
GENERAL FUND	
A-1 – DETAILED BALANCE SHEET	44
A-2 – DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	45
WATER UTILITY ENTERPRISE FUND	
B-1 – STATEMENT OF NET POSITION	50
B-2 – STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION	51
B-3 – STATEMENT OF CASH FLOWS	52
B-4 – SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES	53

**VILLAGE OF DRESSER, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2022**

SUPPLEMENTARY INFORMATION (CONTINUED)

INDIVIDUAL FUND STATEMENTS (CONTINUED)

WASTEWATER UTILITY ENTERPRISE FUND

B-5 – STATEMENT OF NET POSITION	54
B-6 – STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION	55
B-7 – STATEMENT OF CASH FLOWS	56
B-8 – SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES	58



INDEPENDENT AUDITORS' REPORT

Village Board
Village of Dresser
Dresser, Wisconsin

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

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 (Village), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Qualified Opinions

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinions on the Governmental Activities, the Business-Type Activities, and Proprietary Funds" section of our report, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and proprietary funds of the Village of Dresser as of December 31, 2022, and the respective changes in financial position and, where applicable, the cash flows 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, as of December 31, 2022, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

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

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

The Village has not adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. Accounting principles generally accepted in the United States of America require that the Village's financial statements include amounts and disclosures related to participation in the Wisconsin Retirement System cost-sharing, multiple-employer defined benefit pension plan. The amount by which the departure would affect the asset, liability, deferred outflows of resources, deferred inflows of resources, net position, and expenses has not been determined.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village of Dresser's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village of Dresser's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

Our audit for the year ended December 31, 2022 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 for the year ended December 31, 2022 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 for the year ended December 31, 2022, 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 GAAS. In our opinion, except for the effects on the individual fund financial statements and schedules presented for the Water Utility Enterprise Fund and the Sewer Utility Enterprise Fund of the qualified opinion on the Proprietary Funds as explained in the "Basis for Qualified Opinions on the Governmental Activities, the Business-Type Activities, and Proprietary Funds" section of our report, the individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended December 31, 2022.

We have also previously audited, in accordance with GAAS, the basic financial statements of the Village as of and for the year ended December 31, 2021 (not presented herein), and have issued our report thereon dated April 26, 2022, which contained unmodified opinions on the respective financial statements of each major governmental fund and the aggregate remaining fund information and qualified opinions on the Governmental Activities, Business-Type Activities, and Proprietary Funds. The individual fund statements and schedules for the year ended December 31, 2021 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 related directly to the underlying accounting and other records used to prepare the 2021 financial statements. The individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, except for the effects on the individual fund financial statements and schedules presented for the Water Utility Enterprise Fund and the Sewer Utility Enterprise Fund of the qualified opinions described above, the individual fund statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended December 31, 2021.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
April 14, 2023

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2022**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 1,014,592	\$ 42,623	\$ 1,057,215
Taxes Receivable	431,015	23,475	454,490
Accounts Receivable	-	58,071	58,071
Long-Term Receivables	189,859	-	189,859
Inventory	-	8,994	8,994
Internal Balances	29,349	(29,349)	-
Capital Assets:			
Capital Assets Not Being Depreciated	130,620	257	130,877
Capital Assets Being Depreciated	2,771,644	3,924,817	6,696,461
Accumulated Depreciation	(1,203,694)	(1,546,927)	(2,750,621)
Total Assets	3,363,385	2,481,961	5,845,346
LIABILITIES			
Vouchers and Accounts Payable	1,062	97,349	98,411
Accrued Interest Payable	6,773	22,309	29,082
Long-Term Liabilities:			
Amounts Due Within One Year			
Notes Payable	52,800	39,827	92,627
Bonds Payable	45,000	30,000	75,000
Bond Premium	751	508	1,259
Compensated Absences	2,617	1,530	4,147
Amounts Due in More than One Year			
Notes Payable	-	482,173	482,173
Bonds Payable	490,000	630,000	1,120,000
Bond Premium	11,265	7,605	18,870
Compensated Absences	1,069	-	1,069
Total Liabilities	611,337	1,311,301	1,922,638
DEFERRED INFLOWS OF RESOURCES			
Succeeding Year's Property Taxes	526,609	-	526,609
NET POSITION			
Net Investment in Capital Assets	1,098,253	1,710,032	2,808,285
Restricted for:			
Housing Loan Program	227,494	-	227,494
Unrestricted (Deficit)	899,692	(539,372)	360,320
Total Net Position	\$ 2,225,439	\$ 1,170,660	\$ 3,396,099

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2022**

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	\$ 145,102	\$ 10,654	\$ 1,238	\$ -	\$ (133,210)	\$ -	\$ (133,210)
Public Safety	227,257	3,791	3,197	-	(220,269)	-	(220,269)
Transportation Facilities	333,944	61	73,241	-	(260,642)	-	(260,642)
Sanitation	3,153	-	-	-	(3,153)	-	(3,153)
Health and Human Services	-	713	-	-	713	-	713
Culture, Recreation, and Education	101,970	5,433	37,248	-	(59,289)	-	(59,289)
Conservation and Development	4,443	-	-	-	(4,443)	-	(4,443)
Interest and Fiscal Charges	20,673	-	-	-	(20,673)	-	(20,673)
Total Governmental Activities	<u>836,542</u>	<u>20,652</u>	<u>114,924</u>	<u>-</u>	<u>(700,966)</u>	<u>-</u>	<u>(700,966)</u>
BUSINESS-TYPE ACTIVITIES							
Water	175,031	288,540	-	-	-	113,509	113,509
Wastewater	382,545	413,535	-	49,321	-	80,311	80,311
Total Business-Type Activities	<u>557,576</u>	<u>702,075</u>	<u>-</u>	<u>49,321</u>	<u>-</u>	<u>193,820</u>	<u>193,820</u>
Total Primary Government	<u>\$ 1,394,118</u>	<u>\$ 722,727</u>	<u>\$ 114,924</u>	<u>\$ 49,321</u>	<u>(700,966)</u>	<u>193,820</u>	<u>(507,146)</u>
GENERAL REVENUES AND TRANSFERS							
Taxes:							
Property Taxes, Levied for General Purposes					415,350	-	415,350
Property Taxes, Levied for Debt Purposes					91,283	-	91,283
Other Taxes					3,396	-	3,396
Grants and Contributions Not Restricted for Specific Programs					137,754	-	137,754
Investment Earnings					5,928	2,626	8,554
Rent					5,055	-	5,055
Miscellaneous					2,422	-	2,422
Transfers					26,504	(26,504)	-
Total General Revenues and Transfers					<u>687,692</u>	<u>(23,878)</u>	<u>663,814</u>
CHANGE IN NET POSITION					(13,274)	169,942	156,668
Net Position - Beginning of Year					<u>2,238,713</u>	<u>1,000,718</u>	<u>3,239,431</u>
NET POSITION - END OF YEAR					<u>\$ 2,225,439</u>	<u>\$ 1,170,660</u>	<u>\$ 3,396,099</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2022**

	Major Funds					Nonmajor Fund	Totals
	General Fund	Debt Service Fund	First Street/ Second Street Reconstruction Fund	CDBG Housing Rehab Fund	Library Fund	Capital Projects Fund	
ASSETS							
Cash and Investments	\$ 953,595	\$ -	\$ 10,195	\$ 37,635	\$ 13,167	\$ -	\$ 1,014,592
Taxes Receivable	383,162	-	-	-	47,853	-	431,015
Advance to Other Funds	29,349	-	-	-	-	-	29,349
Long-Term Receivables	-	-	-	189,859	-	-	189,859
Total Assets	\$ 1,366,106	\$ -	\$ 10,195	\$ 227,494	\$ 61,020	\$ -	\$ 1,664,815
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Vouchers and Accounts Payable	\$ 173	\$ -	\$ 501	\$ -	\$ 388	\$ -	\$ 1,062
DEFERRED INFLOWS OF RESOURCES							
Succeeding Year's Property Taxes	478,756	-	-	-	47,853	-	526,609
Unavailable Loans Receivable	-	-	-	189,859	-	-	189,859
Total Deferred Inflows of Resources	478,756	-	-	189,859	47,853	-	716,468
FUND BALANCES							
Nonspendable	29,349	-	-	-	-	-	29,349
Restricted	-	-	9,694	37,635	-	-	47,329
Assigned	164,229	-	-	-	12,779	-	177,008
Unassigned	693,599	-	-	-	-	-	693,599
Total Fund Balances	887,177	-	9,694	37,635	12,779	-	947,285
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,366,106	\$ -	\$ 10,195	\$ 227,494	\$ 61,020	\$ -	\$ 1,664,815

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, 2022**

TOTAL FUND BALANCES FOR GOVERNMENTAL FUNDS \$ 947,285

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	
Construction Work in Progress		109,206	
Buildings and Improvements		508,807	
Equipment and Vehicles		648,442	
Infrastructure		1,614,395	
Accumulated Depreciation		<u>(1,203,694)</u>	1,698,570

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. 189,859

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		(535,000)	
Notes Payable		(52,800)	
Unamortized Bond Premium		(12,016)	
Accrued Interest on Long-Term Debt		(6,773)	
Accrued Compensated Absences		<u>(3,686)</u>	<u>(610,275)</u>

TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES **\$ 2,225,439**

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2022**

	Major Funds					Nonmajor	Totals
	General Fund	Debt Service Fund	First Street/ Second Street Reconstruction Fund	CDBG Housing Rehab Fund	Library Fund	Capital Projects Fund	
REVENUES							
Taxes	\$ 462,176	\$ -	\$ -	\$ -	\$ 47,853	\$ -	\$ 510,029
Intergovernmental	208,017	-	-	-	36,231	-	244,248
Licenses and Permits	12,292	-	-	-	-	-	12,292
Fines and Forfeits	180	-	-	-	406	-	586
Public Charges for Services	162	-	-	-	112	-	274
Intergovernmental Charges for Services	7,500	-	-	-	-	-	7,500
Miscellaneous:							
Interest	5,844	-	-	84	-	-	5,928
Rent	5,055	-	-	-	-	-	5,055
Repayment of Housing Loans	-	-	-	2,151	-	-	2,151
Other	2,422	-	-	-	1,017	-	3,439
Total Revenues	703,648	-	-	2,235	85,619	-	791,502
EXPENDITURES							
Current:							
General Government	154,438	-	-	-	-	-	154,438
Public Safety	221,279	-	-	-	-	-	221,279
Transportation	218,251	-	109,206	-	-	29,421	356,878
Sanitation	3,153	-	-	-	-	-	3,153
Culture, Recreation, and Education	9,245	-	-	-	89,251	-	98,496
Conservation and Development	4,443	-	-	-	-	-	4,443
Debt Service:							
Principal Retirement	-	70,000	-	-	-	-	70,000
Interest and Fiscal Charges	-	20,933	-	-	-	579	21,512
Total Expenditures	610,809	90,933	109,206	-	89,251	30,000	930,199
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	92,839	(90,933)	(109,206)	2,235	(3,632)	(30,000)	(138,697)
OTHER FINANCING SOURCES (USES)							
Insurance Recoveries	7,413	-	-	-	-	-	7,413
Issuance of Long-Term Debt	-	-	52,800	-	-	30,000	82,800
Transfers In	26,504	90,933	66,100	-	-	30,000	213,537
Transfers Out	(157,033)	-	-	-	-	(30,000)	(187,033)
Total Other Financing Sources (Uses)	(123,116)	90,933	118,900	-	-	30,000	116,717
NET CHANGE IN FUND BALANCES	(30,277)	-	9,694	2,235	(3,632)	-	(21,980)
Fund Balances - January 1	917,454	-	-	35,400	16,411	-	969,265
FUND BALANCES - DECEMBER 31	\$ 887,177	\$ -	\$ 9,694	\$ 37,635	\$ 12,779	\$ -	\$ 947,285

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, 2022**

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ (21,980)

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/amortization expense. In the current period, these

Capital Outlays Reported in Governmental Fund Statements	\$ 125,441	
Depreciation Expense Reported in the Statement of Activities	<u>(102,780)</u>	22,661

In the statement of activities, only the gain/loss on the sale and disposal of land, buildings, and equipment is reported, whereas in the governmental funds the entire proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balances by the book value of capital assets disposed of during the year. (523)

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: (2,151)

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:

Proceeds of Long-Term Debt	(82,800)	
Bond Principal Retirement	40,000	
Note Principal Retirement	<u>30,000</u>	(12,800)

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	88	
Net Change in Debt Premium	751	
Net Change in Vacation and Sick Leave Payable	<u>680</u>	<u>1,519</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES \$ (13,274)

See accompanying Notes to Basic Financial Statements.

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION – PROPRIETARY FUNDS
DECEMBER 31, 2022

	Business-Type Activities - Enterprise Funds		
	Water Utility	Wastewater Utility	Totals
ASSETS			
Current Assets:			
Cash and Investments	\$ -	\$ 42,623	\$ 42,623
Customer Accounts Receivable	20,707	37,364	58,071
Accounts Receivable on Tax Roll	6,307	17,168	23,475
Inventories	8,994	-	8,994
Total Current Assets	<u>36,008</u>	<u>97,155</u>	<u>133,163</u>
Capital Assets:			
Capital Assets Not Being Depreciated:			
Land	257	-	257
Capital Assets Being Depreciated:			
Utility Plant in Service	2,044,733	1,880,084	3,924,817
Less: Accumulated Depreciation	<u>771,637</u>	<u>775,290</u>	<u>1,546,927</u>
Total Capital Assets	<u>1,273,353</u>	<u>1,104,794</u>	<u>2,378,147</u>
Total Assets	<u>\$ 1,309,361</u>	<u>\$ 1,201,949</u>	<u>\$ 2,511,310</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 102	\$ 97,247	\$ 97,349
Accrued Interest Payable	19,425	2,884	22,309
Compensated Absences - Current Portion	765	765	1,530
Current Portion of General Obligation Debt	<u>60,153</u>	<u>10,182</u>	<u>70,335</u>
Total Current Liabilities	80,445	111,078	191,523
Long-Term Liabilities (Net of Current Portion):			
Advance from General Fund	29,349	-	29,349
General Obligation Debt	<u>882,054</u>	<u>237,724</u>	<u>1,119,778</u>
Total Long-Term Liabilities	<u>911,403</u>	<u>237,724</u>	<u>1,149,127</u>
Total Liabilities	991,848	348,802	1,340,650
NET POSITION			
Net Investment in Capital Assets	853,145	856,887	1,710,032
Unrestricted (Deficit)	<u>(535,632)</u>	<u>(3,740)</u>	<u>(539,372)</u>
Total Net Position	<u>317,513</u>	<u>853,147</u>	<u>1,170,660</u>
Total Liabilities and Net Position	<u>\$ 1,309,361</u>	<u>\$ 1,201,949</u>	<u>\$ 2,511,310</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, 2022**

	Business-Type Activities - Enterprise Funds		
	Water	Wastewater	Totals
	Utility	Utility	
OPERATING REVENUES			
Charges for Services	\$ 276,211	\$ 410,891	\$ 687,102
Other Operating Revenues	12,329	2,644	14,973
Total Operating Revenues	<u>288,540</u>	<u>413,535</u>	<u>702,075</u>
OPERATING EXPENSES			
Operation and Maintenance	96,117	342,190	438,307
Depreciation	45,928	31,818	77,746
Total Operating Expenses	<u>142,045</u>	<u>374,008</u>	<u>516,053</u>
OPERATING INCOME	146,495	39,527	186,022
NONOPERATING REVENUES (EXPENSES)			
Interest Income	2,626	-	2,626
Interest Expense	(32,986)	(8,537)	(41,523)
Total Nonoperating Revenues (Expenses)	<u>(30,360)</u>	<u>(8,537)</u>	<u>(38,897)</u>
INCOME BEFORE TRANSFERS AND CONTRIBUTIONS AND TRANSFERS	116,135	30,990	147,125
TRANSFERS AND CONTRIBUTIONS			
Capital Contributed by Developers/Grants/Customers	-	45,321	45,321
Hookup Fees	-	4,000	4,000
Transfers Out	(26,504)	-	(26,504)
Total Capital Contributions and Transfers	<u>(26,504)</u>	<u>49,321</u>	<u>22,817</u>
CHANGE IN NET POSITION	89,631	80,311	169,942
Net Position - January 1	<u>227,882</u>	<u>772,836</u>	<u>1,000,718</u>
NET POSITION - DECEMBER 31	<u>\$ 317,513</u>	<u>\$ 853,147</u>	<u>\$ 1,170,660</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2022**

	Business-Type Activities - Enterprise Funds		
	Water Utility	Wastewater Utility	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 183,228	\$ 402,047	\$ 585,275
Cash Received from Public Fire Protection	84,363	-	84,363
Cash Received (Paid) for Meter Related Charges	10,507	(10,507)	-
Cash Paid to Suppliers for Goods and Services	(45,672)	(260,020)	(305,692)
Cash Paid for Employee Services	(52,008)	(51,190)	(103,198)
Net Cash Provided by Operating Activities	<u>180,418</u>	<u>80,330</u>	<u>260,748</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash Payments for the Property Tax Equivalent	(26,504)	-	(26,504)
Operating Cash Paid to General Fund	(61,291)	(16,260)	(77,551)
Net Cash Used by Noncapital Financing Activities	<u>(87,795)</u>	<u>(16,260)</u>	<u>(104,055)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Cash Paid for Acquisition of Capital Assets	(2,088)	(51,915)	(54,003)
Cash Received as Customer Contributions	-	4,000	4,000
Cash Received from Grants	-	45,321	45,321
Principal Paid on Long-Term Debt	(58,544)	(10,000)	(68,544)
Interest Paid on Long-Term Debt	(34,617)	(8,853)	(43,470)
Net Cash Provided by Capital and Related Financing Activities	<u>(95,249)</u>	<u>(21,447)</u>	<u>(116,696)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on Investments	<u>2,626</u>	<u>-</u>	<u>2,626</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	<u>-</u>	<u>42,623</u>	<u>42,623</u>
Cash and Cash Equivalents, January 1	<u>-</u>	<u>-</u>	<u>-</u>
CASH AND CASH EQUIVALENTS, DECEMBER 31	<u><u>\$ -</u></u>	<u><u>\$ 42,623</u></u>	<u><u>\$ 42,623</u></u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022**

	Business-Type Activities - Enterprise Funds		
	Water Utility	Wastewater Utility	Totals
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income	\$ 146,495	\$ 39,527	\$ 186,022
Adjustments to Reconcile Operating Income to Net			
Cash Provided by Operating Activities:			
Depreciation	45,928	31,818	77,746
(Increase) Decrease in Assets:			
Customer Accounts Receivable	(6,824)	(4,870)	(11,694)
Tax Roll Receivables	(3,618)	(6,618)	(10,236)
Inventory	(1,338)	-	(1,338)
Increase (Decrease) in Liabilities:			
Accounts Payable	38	47,324	47,362
Due To Other Governments	-	(26,588)	(26,588)
Compensated Absences	(263)	(263)	(526)
Net Cash Provided by Operating Activities	<u>\$ 180,418</u>	<u>\$ 80,330</u>	<u>\$ 260,748</u>
 RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS			
Cash and Investments per Statement of Net Position:			
Cash and Investments	<u>\$ -</u>	<u>\$ 42,623</u>	<u>\$ 42,623</u>
 NONCASH NONCAPITAL FINANCING ACTIVITIES			
Capital Contributed by Developers/Grants/Customers	<u>\$ -</u>	<u>\$ 45,321</u>	<u>\$ 45,321</u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION – FIDUCIARY FUND
DECEMBER 31, 2022**

	<u>Custodial Fund</u>
ASSETS	
Cash and Investments	\$ 171,162
Taxes Receivable	<u>770,882</u>
Total Assets	942,044
 DEFERRED INFLOWS OF RESOURCES	
Succeeding Year's Property Taxes	<u>942,044</u>
 NET POSITION	
Restricted for Other Governments	<u><u>\$ -</u></u>

See accompanying Notes to Basic Financial Statements.

**VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CHANGES IN NET POSITION – FIDUCIARY FUND
YEAR ENDED DECEMBER 31, 2022**

	Custodial Fund
ADDITIONS	
Tax Collections for Other Governments	\$ 940,257
DEDUCTIONS	
Payments of Taxes to Other Governments	940,257
CHANGE IN NET POSITION	
Net Position, January 1	-
NET POSITION, DECEMBER 31	\$ -

See accompanying Notes to Basic Financial Statements.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022

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, 2022**

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.

First Street/Second Street Reconstruction Fund – The First Street/Second Street Reconstruction Fund is used to account for the accumulation of expenditures of resources, including long-term borrowing, for financing the reconstruction of First Street and Second Street.

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's nonmajor governmental fund is the Capital Projects Fund which accounts for revenues and expenditures related to capital projects, except for those accounted for in the proprietary funds.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

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.

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, 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.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

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, including entering into contracts giving the Village the right to use lease assets, are reported as expenditures in governmental funds. Issuance of general long-term debt and financing through leases are reported as other financing sources.

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.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

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 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.

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 for which amounts have been collected for other taxing jurisdictions by December 31 is recorded in the Village's custodial fund as a deferred inflows of resources for succeeding year's property taxes. Since Village property taxes are not considered revenue until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

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)

Property Taxes (Continued). 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 2022 tax roll are recognized as revenue in 2023). 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.

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.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

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)

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. 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. The Village’s policy is to prospectively report infrastructure acquired after adoption of GASB Statement No. 34.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

4. Capital Assets (Continued)

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.

5. 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.

6. 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.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

7. 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.

8. 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.

9. 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.

10. 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.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

11. 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, Proprietary Fund and Fiduciary Fund Statements. Fund equity is classified as net position in the government-wide, proprietary fund and fiduciary fund financial statements and is displayed in three components. Net position invested 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.

Governmental Fund Financial Statements. In the governmental 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.

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.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 2 STEWARDSHIP AND ACCOUNTABILITY

Actual expenditures exceeded budgeted amounts as follows:

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
General Fund - Public Safety	\$ 217,304	\$ 217,304	\$ 221,279	\$ (3,975)
General Fund - Culture, Recreation and Education	8,740	8,740	9,245	(505)
Library Fund - Culture, Recreation and Education	82,679	82,679	89,251	(6,572)

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

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The Village's cash and investments balances at December 31, 2022 as shown in the financial statements are as follows:

Governmental Funds	\$ 1,014,592
Proprietary Funds	42,623
Fiduciary Funds	171,162
Total	<u>\$ 1,228,377</u>

The above cash and investments balances consisted of the following:

Bank Accounts Subject to Federal and State	
Depository Coverage	\$ 723,591
Deposits in Local Government Investment Pool	504,686
Petty Cash	100
Total	<u>\$ 1,228,377</u>

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Deposits at Financial Institutions

The Village's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and an additional \$250,000 for demand deposits at any institution. In addition, funds held for others (such as trust funds) are subject to coverage under the name of the party for whom the funds are held. 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. The Village's deposits at financial institutions at December 31, 2022, were fully covered by federal depository insurance, the State Guarantee Fund and bank collateralization.

Investments

The Village's investments at December 31, 2022 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 2022 was 26 days.

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. The Village's investments in the LGIP is not rated.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments (Continued)

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.

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, 2022, the Village had outstanding fourteen (14) deferred mortgage loans totaling \$189,859. 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.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended December 31, 2022 is as follows:

Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 21,414	\$ -	\$ -	\$ 21,414
Construction Work in Progress	-	109,206	-	109,206
Total Capital Assets, Not Being Depreciated	21,414	109,206	-	130,620
Capital Assets Being Depreciated and Amortized:				
Buildings and Improvements	498,551	16,235	5,979	508,807
Equipment and Vehicles	648,442	-	-	648,442
Infrastructure	1,614,395	-	-	1,614,395
Total Capital Assets Being Depreciated and Amortized	2,761,388	16,235	5,979	2,771,644
Less: Accumulated Depreciation and Amortization:				
Buildings and Improvements	458,113	5,134	5,456	457,791
Equipment and Vehicles	222,598	53,889	-	276,487
Infrastructure	425,659	43,757	-	469,416
Total Accumulated Depreciation and Amortization	1,106,370	102,780	5,456	1,203,694
Total Capital Assets, Being Depreciated and Amortized, Net	1,655,018	(86,545)	523	1,567,950
Total Governmental Activities: Capital Assets	\$ 1,676,432	\$ 22,661	\$ 523	\$ 1,698,570

Depreciation/Amortization was charged to governmental functions as follows:

General Government	\$ 6,304
Public Safety	5,833
Transportation Facilities	87,169
Culture, Recreation, and Education	3,474
Total Depreciation - Governmental Activities	\$ 102,780

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Water Utility				
Capital Assets Not Being Depreciated:				
Land and Land Rights	\$ 257	\$ -	\$ -	\$ 257
Capital Assets Being Depreciated and Amortized				
Source of Supply	35,827	-	-	35,827
Pumping Plant	93,890	-	-	93,890
Treatment Plant	1,023	-	-	1,023
Transmission and Distribution	1,886,144	2,088	320	1,887,912
Administration and General Assets	26,081	-	-	26,081
Total Capital Assets Being Depreciated and Amortized	<u>2,042,965</u>	<u>2,088</u>	<u>320</u>	<u>2,044,733</u>
Less: Accumulated Depreciation and Amortization	726,029	45,928	320	771,637
Total Capital Assets, Being Depreciated and Amortization, Net	<u>1,316,936</u>	<u>(43,840)</u>	<u>-</u>	<u>1,273,096</u>
Total Water Utility Capital Assets, Net	1,317,193	(43,840)	-	1,273,353
Wastewater Utility				
Capital Assets Being Depreciated and Amortized:				
Collection System	1,751,961	51,915	-	1,803,876
Administration and General Assets	76,208	-	-	76,208
Total Capital Assets Being Depreciated and Amortized	1,828,169	51,915	-	1,880,084
Less: Accumulated Depreciation and Amortization	<u>743,472</u>	<u>31,818</u>	<u>-</u>	<u>775,290</u>
Total Wastewater Utility Capital Assets, Net	<u>1,084,697</u>	<u>20,097</u>	<u>-</u>	<u>1,104,794</u>
Total Business-Type Activities Capital Assets	<u>\$ 2,401,890</u>	<u>\$ (23,743)</u>	<u>\$ -</u>	<u>\$ 2,378,147</u>

Depreciation/Amortization was charged to business-type activities as follows:

Water	\$ 45,928
Wastewater	31,818
Total Depreciation - Business-Type Activities	<u>\$ 77,746</u>

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2022 was as follows:

Advance from/to Other Funds

Receivable Fund	Payable Fund	Amount	Purpose
General Fund	Water Utility	\$ 29,349	Working Capital

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:

Fund Transferred To	Fund Transferred From	Amount	Purpose
General Fund	Water Utility	\$ 26,504	Property Tax Equivalent
First Street/Second Street Reconstruction Fund	General Fund	66,100	Finance Project Costs
Capital Projects Fund	General Fund	30,000	Finance Current Year Debt Maturities
Debt Service Fund	Capital Projects Fund	30,000	Finance Current Year Debt Maturities
Debt Service Fund	General Fund	60,933	Finance Current Year Debt Maturities
		<u>\$ 213,537</u>	

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the Village for the year ended December 31, 2022 were as follows:

	Balance 1/1/22	Issued	Retired	Balance 12/31/22	Amounts Due Within One Year
Long-Term Debt:					
Governmental Activities:					
Notes from Direct Borrowings	\$ -	\$ 82,800	\$ 30,000	\$ 52,800	\$ 52,800
General Obligation Bonds	575,000	-	40,000	535,000	45,000
Bond Premiums	12,767	-	751	12,016	751
Compensated Absences	4,366	217	897	3,686	2,617
	<u>\$ 592,133</u>	<u>\$ 83,017</u>	<u>\$ 71,648</u>	<u>\$ 603,502</u>	<u>\$ 101,168</u>
Business-Type Activities:					
Notes from Direct Borrowings	\$ 560,544	\$ -	\$ 38,545	\$ 522,000	\$ 39,827
General Obligation Bonds	690,000	-	30,000	660,000	30,000
Due to the Village of Osceola	26,588	-	26,588	-	-
Bond Premiums	8,621	-	508	8,113	508
Compensated Absences	2,056	1,530	2,056	1,530	1,530
	<u>\$ 1,287,809</u>	<u>\$ 1,530</u>	<u>\$ 97,697</u>	<u>\$ 1,191,643</u>	<u>\$ 71,865</u>

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

Changes in Long-Term Obligations (Continued)

On May 26, 2022 the Village issued \$30,000 of general obligation promissory note for the purpose of financing various street maintenance projects. This note bears an interest rate of 3.99% and matures on June 26, 2022. The Village paid this note in full during 2022.

On December 6, 2022 the Village issued \$52,800 of general obligation promissory note for the purpose of financing engineering fees associated with the First Street/Second Street reconstruction project. This note bears an interest rate of 6.0% and matures on December 6, 2023.

General Obligations Long-Term Debt

The Village's outstanding State Trust Fund note from direct borrowings related to business-type activities of \$522,000 are subject to a statutory provision that in an event of late or nonpayment, 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.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligations Long-Term Debt (Continued)

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 dated 11/20/13, due 3/15/23, interest at 3.25% (Water Utility Meter Replacement Project)	2023	\$ 19,300	\$ 628	\$ 19,928
State trust fund loan, \$550,000 dated 8/25/20, due 3/15/40, interest at 3.50% (Water Tower Project)	2023	20,527	17,594	38,121
	2024	21,199	16,922	38,121
	2025	21,987	16,134	38,121
	2026	22,757	15,364	38,121
	2027	23,553	14,568	38,121
	2028-2032	130,652	59,954	190,606
	2033-2037	155,226	35,379	190,605
	2038-2040	106,799	7,566	114,365
		<u>502,700</u>	<u>183,481</u>	<u>686,181</u>
General obligation promissory note, \$52,800, dated 12/6/22, due 12/6/2023, interest at 6.0% (Engineering expenses)	2023	52,800	3,212	56,012
Total General Obligation Notes		<u>\$ 574,800</u>	<u>\$ 187,321</u>	<u>\$ 762,121</u>
General Obligation Bonds:				
General obligation refunding bonds, \$1,425,000, dated 5/24/18, due 3/1/38, interest at 3.5-4.0% (Refinance old issues, street and utility projects)	2023	\$ 75,000	\$ 40,826	\$ 115,826
	2024	80,000	37,726	117,726
	2025	85,000	34,326	119,326
	2026	85,000	31,451	116,451
	2027	95,000	28,751	123,751
	2028-2032	325,000	110,144	435,144
	2033-2037	365,000	62,107	427,107
	2038	85,000	1,274	86,274
Total General Obligation Bonds		<u>\$ 1,195,000</u>	<u>\$ 346,605</u>	<u>\$ 1,541,605</u>

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

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		Notes from Direct Borrowings and Direct Placements		Total	
	Principal	Interest	Principal	Interest		
2023	\$ 45,000	\$ 18,082	\$ 52,800	\$ 3,212	\$ 119,094	\$ 119,094
2024	50,000	16,182	-	-	66,182	66,182
2025	50,000	14,182	-	-	64,182	64,182
2026	50,000	12,432	-	-	62,432	62,432
2027	55,000	10,857	-	-	65,857	65,857
2028-2032	125,000	39,937	-	-	164,937	164,937
2033-2037	130,000	17,837	-	-	147,837	147,837
2038	30,000	556	-	-	30,556	30,556
	<u>\$ 535,000</u>	<u>\$ 130,065</u>	<u>\$ 52,800</u>	<u>\$ 3,212</u>	<u>\$ 721,077</u>	<u>\$ 721,077</u>

Year	Business-Type Activities					Funding Sources		
	Annual Requirements					Water Utility	Sewer Utility	Total
	Bonded Debt		Notes from Direct Borrowings		Total			
	Principal	Interest	Principal	Interest				
2023	\$ 30,000	\$ 22,744	\$ 39,827	\$ 18,222	\$ 110,793	\$ 92,341	\$ 18,452	\$ 110,793
2024	30,000	21,544	21,199	16,922	89,665	71,613	18,052	89,665
2025	35,000	20,144	21,987	16,134	93,265	70,813	22,452	93,265
2026	35,000	19,019	22,757	15,364	92,140	70,113	22,027	92,140
2027	40,000	17,894	23,553	14,568	96,015	74,438	21,577	96,015
2028-2032	200,000	70,207	130,651	59,954	460,812	360,188	100,624	460,812
2033-2037	235,000	44,270	155,226	35,379	469,875	372,825	97,050	469,875
2038-2040	55,000	718	106,800	7,566	170,084	149,714	20,370	170,084
	<u>\$ 660,000</u>	<u>\$ 216,540</u>	<u>\$ 522,000</u>	<u>\$ 184,109</u>	<u>\$ 1,582,649</u>	<u>\$ 1,262,045</u>	<u>\$ 320,604</u>	<u>\$ 1,582,649</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, 2022, the Village's debt limit amounted to \$4,247,125 and long-term indebtedness subject to the limitation totaled \$1,769,800.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

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, 2022 consisted of the following:

	Total	Nonspendable	Restricted	Assigned	Unassigned
Major Funds:					
General Fund	\$ 887,177	\$ -	\$ -	\$ -	\$ -
Nonspendable	-	29,349	-	-	-
Assigned:					
Office Equipment	-	-	-	7,066	-
Police Car Replacement	-	-	-	25,394	-
Machinery Replacement	-	-	-	58,371	-
LRIP Future Project	-	-	-	67,050	-
Sidewalks	-	-	-	1,080	-
Catch Basins	-	-	-	4,068	-
Advertising and Promotion	-	-	-	600	-
Tree Replacement	-	-	-	600	-
Unassigned	-	-	-	-	693,599
Debt Service Fund	-	-	-	-	-
First Street/Second Street Reconstruction Fund	9,694	-	9,694	-	-
CDBG Housing Rehabilitation Fund	37,635	-	37,635	-	-
Library Fund	12,779	-	-	12,779	-
Nonmajor Fund:					
Capital Projects Fund	-	-	-	-	-
	<u>\$ 947,285</u>	<u>\$ 29,349</u>	<u>\$ 47,329</u>	<u>\$ 177,008</u>	<u>\$ 693,599</u>

NOTE 4 OTHER INFORMATION

A. Wisconsin Retirement System (WRS) Pension Plan Benefits

General Information about the Pension Plan

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

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

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 4 OTHER INFORMATION (CONTINUED)

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

General Information about the Pension Plan (Continued)

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

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

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

Final average earnings is the average of the participant's three highest annual earnings 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, 2022, the WRS recognized \$23,277 in contributions from the employer.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 4 OTHER INFORMATION (CONTINUED)

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

General Information about the Pension Plan (Continued)

Contributions (Continued). Contribution rates for 2022 were as follows:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	6.50%	6.50%
Executives and Elected Officials	6.50%	6.50%
Protective with Social Security	6.50%	12.04%
Protective without Social Security	6.50%	16.44%

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>
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)
2020	1.7	21.0
2021	5.1	13.0

B. Compensated Absences

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.

VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Compensated Absences (Continued)

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 governmental activities and proprietary fund financial statements when earned. The estimated liabilities for unused vacation and sick leave payable at December 31, 2022 were \$5,216 with \$3,686 being payable by governmental activities and \$1,530 payable from the proprietary funds. The governmental activities liability is liquidated by the general and library funds.

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 2022 was \$245,472. 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, 2022 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 2022, the Village paid \$6,342 as its share of the operations of the ambulance service. Separate financial statements are not issued for the service.

The Village also pays Lifelink for emergency ambulance service. During 2022, Lifelink did not request and the Village did not pay any contributions toward the operation of the ambulance service.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2022**

NOTE 4 OTHER INFORMATION (CONTINUED)

D. Joint Ventures (Continued)

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 2022, the Village paid \$30,401 as its share of the operations of the fire association. The Village also paid to the fire association in 2022 its 2% fire dues from the State of Wisconsin in the amount of \$3,037.

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, 2022 is as follows:

Total Assets - Cash	\$	203,870
Total Liabilities		-
Cash Basis Net Position	<u>\$</u>	<u>203,870</u>
Receipts in Excess of Disbursements	\$	53,650
Outstanding Debt	\$	876,323

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. Commitments

During 2022, the Village was committed under a contract relating to a sewer lining project in the amount of \$37,383. As of December 31, 2022 no expenses have been paid and the project is expected to be completed in 2023.

The Village was also committed under a contract with MSA Professional Services for the First Street/Second Street Reconstruction project in the amount of \$198,030. As of December 31, 2022 the Village has paid \$109,206 towards the project and \$88,824 remains yet to be completed and paid.

REQUIRED SUPPLEMENTARY INFORMATION

**VILLAGE OF DRESSER, WISCONSIN
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
YEAR ENDED DECEMBER 31, 2022**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 460,461	\$ 460,461	\$ 462,176	\$ 1,715
Intergovernmental	207,751	207,751	208,017	266
Licenses and Permits	9,484	9,484	12,292	2,808
Fines and Forfeits	1,500	1,500	180	(1,320)
Public Charges for Services	120	120	162	42
Intergovernmental Charges for Services	7,500	7,500	7,500	-
Miscellaneous:				
Interest	1,500	1,500	5,844	4,344
Rent	2,000	2,000	5,055	3,055
Other	-	-	2,422	2,422
Total Revenues	<u>690,316</u>	<u>690,316</u>	<u>703,648</u>	<u>13,332</u>
EXPENDITURES				
Current:				
General Government	186,649	167,149	154,438	12,711
Public Safety	217,304	217,304	221,279	(3,975)
Transportation	226,695	247,895	218,251	29,644
Sanitation	3,865	3,865	3,153	712
Health and Human Services	50	50	-	50
Culture, Recreation, and Education	8,740	8,740	9,245	(505)
Conservation and Development	4,995	4,995	4,443	552
Total Expenditures	<u>648,298</u>	<u>649,998</u>	<u>610,809</u>	<u>39,189</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	42,018	40,318	92,839	52,521
OTHER FINANCING SOURCES (USES)				
Insurance Recoveries	-	-	7,413	7,413
Transfers In	30,965	30,965	26,504	(4,461)
Transfers Out	(91,283)	(91,283)	(157,033)	(65,750)
Total Other Financing Sources (Uses)	<u>(60,318)</u>	<u>(60,318)</u>	<u>(123,116)</u>	<u>(62,798)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (18,300)</u>	<u>\$ (20,000)</u>	(30,277)	<u>\$ (10,277)</u>
Fund Balance - January 1			<u>917,454</u>	
FUND BALANCE - DECEMBER 31			<u>\$ 887,177</u>	

See accompanying Notes to Required Supplementary Information.

VILLAGE OF DRESSER, WISCONSIN
 BUDGETARY COMPARISON SCHEDULE – LIBRARY FUND
 YEAR ENDED DECEMBER 31, 2022

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 47,853	\$ 47,853	\$ 47,853	\$ -
Intergovernmental	34,676	34,676	36,231	1,555
Fines and Forfeits	300	300	406	106
Public Charges for Services	50	50	112	62
Miscellaneous:				
Other	500	500	1,017	517
Total Revenues	<u>83,379</u>	<u>83,379</u>	<u>85,619</u>	<u>2,240</u>
EXPENDITURES				
Current:				
Culture, Recreation, and Education	<u>82,679</u>	<u>82,679</u>	<u>89,251</u>	<u>(6,572)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 700</u>	<u>\$ 700</u>	(3,632)	<u>\$ (4,332)</u>
Fund Balance - January 1			<u>16,411</u>	
FUND BALANCE - DECEMBER 31			<u>\$ 12,779</u>	

See accompanying Notes to Required Supplementary Information.

**VILLAGE OF DRESSER, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2022**

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
DETAILED BALANCE SHEET
DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2021)

	2022	2021
ASSETS		
Cash and Investments	\$ 953,595	\$ 937,048
Taxes Receivable:		
Current Tax Roll	383,075	334,662
Delinquent Personal Property Taxes Held by Village	87	87
Advances to Other Funds	29,349	106,900
Total Assets	\$ 1,366,106	\$ 1,378,697
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
Liabilities:		
Vouchers Payable	\$ 173	\$ 2,464
Deferred Inflows of Resources:		
Tax Roll Items:		
Succeeding Year's Property Taxes	478,756	458,779
Fund Balance:		
Nonspendable:		
Advances to Wastewater Utility	29,349	106,900
Assigned for:		
Office Equipment	7,066	5,066
Police Car Replacement	25,394	19,087
Lawn Equipment Replacement	-	7,500
Machinery Replacement	58,371	54,876
LRIP Future Project	67,050	67,050
Sidewalks	1,080	4,130
Clerk-Treasurer Position	-	20,000
Catch Basins	4,068	4,500
Advertising and Promotion	600	600
Tree Replacement	600	-
Unassigned	693,599	627,745
Total Fund Balance	887,177	917,454
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	 \$ 1,366,106	 \$ 1,378,697

VILLAGE OF DRESSER, WISCONSIN
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	2022				2021 Actual
	Adopted Budget	Final Budget	Actual	Variance - Positive (Negative)	
REVENUES:					
Taxes:					
General Property Taxes	\$ 456,182	\$ 456,182	\$ 456,182	\$ -	\$ 446,540
Omitted Taxes	-	-	2,598	2,598	-
Mobile Home Parking Permit Fees	3,264	3,264	2,392	(872)	2,515
Taxes for Other Tax Exempt Entities	1,000	1,000	1,000	-	1,000
Interest on Delinquent Taxes	15	15	4	(11)	6
Total Taxes	<u>460,461</u>	<u>460,461</u>	<u>462,176</u>	<u>1,715</u>	<u>450,061</u>
Intergovernmental:					
State Shared Taxes	118,961	118,961	119,172	211	119,430
State Expenditure Restraint Revenue	9,886	9,886	9,886	-	10,550
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	66,010	66,010	65,828	(182)	59,557
Fire Insurance Taxes	2,800	2,800	3,037	237	2,927
Law Enforcement Training Aids	160	160	160	-	160
Video Service Aid	1,238	1,238	1,238	-	1,238
Total Intergovernmental	<u>207,751</u>	<u>207,751</u>	<u>208,017</u>	<u>266</u>	<u>202,558</u>
Licenses and Permits:					
Licenses:					
Liquor and Malt Beverage	2,110	2,110	2,120	10	2,110
Cable TV Franchise	5,500	5,500	4,915	(585)	4,945
Mobile Home Park	48	48	48	-	48
Operators	640	640	620	(20)	800
Cigarette	50	50	50	-	50
Dog Licenses	650	650	675	25	658
Dog License Refunds from County	36	36	38	2	39
Sundry	50	50	50	-	50
Construction Permits	400	400	3,776	3,376	4,623
Total Licenses and Permits	<u>9,484</u>	<u>9,484</u>	<u>12,292</u>	<u>2,808</u>	<u>13,323</u>
Fines, Forfeits, and Penalties:					
Court Penalties-County	-	-	-	-	100
Court Penalties-Municipal Court	1,500	1,500	180	(1,320)	699
Total Fines, Forfeits, and Penalties	<u>1,500</u>	<u>1,500</u>	<u>180</u>	<u>(1,320)</u>	<u>799</u>

VILLAGE OF DRESSER, WISCONSIN
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	2022				2021 Actual
	Adopted Budget	Final Budget	Actual	Variance - Positive (Negative)	
REVENUES (CONTINUED):					
Public Charges for Services:					
Clerk Fees	\$ 40	\$ 40	\$ 26	\$ (14)	\$ 31
License Publication Fees	60	60	60	-	60
Police Department Fees	20	20	15	(5)	5
Street Department	-	-	61	61	226
Total Public Charges for Services	120	120	162	42	322
Intergovernmental Charges for Services:					
Utility Equipment/Office Rental	7,500	7,500	7,500	-	7,500
Miscellaneous:					
Interest on Investments	1,500	1,500	5,844	4,344	418
Rent:					
Village Buildings	2,000	2,000	5,055	3,055	7,035
Other:					
Donations	-	-	1,875	1,875	1,961
Insurance Dividends	-	-	547	547	2,200
Total Miscellaneous	3,500	3,500	13,321	9,821	11,614
Total Revenues	690,316	690,316	703,648	13,332	686,177
EXPENDITURES:					
General Government:					
Board	6,513	6,513	6,106	407	6,049
Attorney	2,000	2,000	3,232	(1,232)	1,267
Codification of Ordinances	1,000	1,000	995	5	1,646
Judicial	2,500	1,500	174	1,326	8,393
Village President	4,850	4,850	4,720	130	4,696
Clerk-Treasurer	44,697	44,697	51,290	(6,593)	46,074
Office Equipment	2,000	2,000	-	2,000	2,114
Part-Time Clerk Assistant	40,419	22,419	5,278	17,141	10,522
Computer Support Agreement	5,450	5,450	5,354	96	5,344

VILLAGE OF DRESSER, WISCONSIN
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	2022				2021 Actual
	Adopted Budget	Final Budget	Actual	Variance - Positive (Negative)	
EXPENDITURES (CONTINUED):					
General Government (Continued):					
Elections	\$ 2,600	\$ 2,600	\$ 2,865	\$ (265)	\$ 1,023
Elections Equipment	3,358	2,858	2,799	59	2,362
Assessment of Property	6,650	6,650	6,821	(171)	10,949
Special Accounting and Auditing	7,975	7,975	8,151	(176)	7,634
Municipal Building #1 - Library Building	4,215	4,215	4,402	(187)	3,825
Municipal Building #1 - Library Building Outlay	1,000	1,000	-	1,000	-
Municipal Building #2 - Village Hall	8,450	8,450	8,142	308	7,765
Municipal Building #2 - Village Hall Outlay	19,500	19,500	20,209	(709)	11,798
Community Hall	9,540	9,540	10,611	(1,071)	9,143
Community Building Outlay	1,000	1,000	285	715	14,711
Property, Liability, Public Officials and Workers' Compensation Insurance	12,932	12,932	13,004	(72)	12,412
Total General Government	<u>186,649</u>	<u>167,149</u>	<u>154,438</u>	<u>12,711</u>	<u>167,727</u>
Public Safety:					
Police Department	113,948	113,948	118,984	(5,036)	107,313
Police Radios	1,000	1,000	2,995	(1,995)	-
Police Auto Replacement	6,000	6,000	-	6,000	-
Police IT Trac	700	700	-	700	-
Fire Suppression	33,202	33,202	33,438	(236)	32,876
Hydrant Rental	56,012	56,012	56,012	-	84,018
Building Inspection	100	100	3,508	(3,408)	4,303
Ambulance	6,342	6,342	6,342	-	6,328
Total Public Safety	<u>217,304</u>	<u>217,304</u>	<u>221,279</u>	<u>(3,975)</u>	<u>234,838</u>
Transportation:					
Machinery and Equipment Operation	15,300	15,300	23,376	(8,076)	13,676
Machinery Outlay	9,000	9,000	1,643	7,357	198,949
Lawn and Equipment Replacement Outlay	2,500	2,500	12,500	(10,000)	-
Garages	13,675	13,675	12,735	940	10,678
Shop Floor Outlay	16,000	16,000	15,460	540	-
Cold Storage Building	3,589	3,589	4,281	(692)	2,724
Street and Alleys Maintenance	113,837	97,437	101,966	(4,529)	114,187
P-T Street Work	1,619	1,119	904	215	465
Street Outlay	16,000	12,000	11,944	56	37,500
Storm Water Control	5,500	47,600	1,033	46,567	2,320
Capital Outlay - Sidewalks	4,000	4,000	8,925	(4,925)	-

VILLAGE OF DRESSER, WISCONSIN
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	2022				2021 Actual
	Adopted Budget	Final Budget	Actual	Variance - Positive (Negative)	
EXPENDITURES (CONTINUED):					
Transportation (Continued):					
Outlay-Street Signs	\$ 1,000	\$ 1,000	\$ 1,012	\$ (12)	\$ 1,654
Snow and Ice Removal	7,250	7,250	4,860	2,390	5,590
Street Lighting	17,425	17,425	17,612	(187)	16,777
Total Transportation	226,695	247,895	218,251	29,644	404,520
Sanitation:					
Spring/Fall Cleanup	-	-	-	-	2,301
Recycling and Composting	3,840	3,840	3,153	687	3,030
Weed and Nuisance Control	25	25	-	25	12
Total Sanitation	3,865	3,865	3,153	712	5,343
Health and Human Services:					
Animal Control	50	50	-	50	-
Culture, Recreation, and Education:					
Wilderness Park Walkway	300	300	-	300	-
Parks	6,440	6,440	7,868	(1,428)	5,589
Mowing Contract	1,500	1,500	1,075	425	1,350
Tennis Courts Outlay	500	500	302	198	16,566
Total Culture, Recreation, and Education	8,740	8,740	9,245	(505)	29,418
Conservation and Development:					
Urban Forestry Renewal Program	2,900	2,900	2,268	632	2,472
Zoning	-	-	157	(157)	-
Polk County Economic Development	895	895	895	-	895
Community Advertising and Promotion	1,200	1,200	1,123	77	600
Total Conservation and Development	4,995	4,995	4,443	552	3,967
Total Expenditures	648,298	649,998	610,809	39,189	845,813
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	42,018	40,318	92,839	52,521	(159,636)

VILLAGE OF DRESSER, WISCONSIN
DETAILED SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	2022				2021 Actual
	Adopted Budget	Final Budget	Actual	Variance - Positive (Negative)	
OTHER FINANCING SOURCES (USES):					
Sale of Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ 7,375
Insurance Recoveries	-	-	7,413	7,413	131,026
Transfer from Other Funds:					
Utility Tax Equivalent	30,965	30,965	26,504	(4,461)	29,871
Transfer to Other Funds:					
Capital Projects Fund	-	-	(96,100)	(96,100)	(20,129)
Debt Service Fund	(91,283)	(91,283)	(60,933)	30,350	(62,533)
Total Other Financing Sources (Uses)	<u>(60,318)</u>	<u>(60,318)</u>	<u>(123,116)</u>	<u>(62,798)</u>	<u>85,610</u>
NET CHANGE IN FUND BALANCE	(18,300)	(20,000)	(30,277)	(10,277)	(74,026)
Fund Balance - January 1	<u>917,454</u>	<u>917,454</u>	<u>917,454</u>	<u>-</u>	<u>991,480</u>
FUND BALANCE - DECEMBER 31	<u>\$ 899,154</u>	<u>\$ 897,454</u>	<u>\$ 887,177</u>	<u>\$ (10,277)</u>	<u>\$ 917,454</u>

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2021)

	<u>2022</u>	<u>2021</u>
ASSETS		
Current Assets:		
Cash and Investments	\$ -	\$ -
Customer Accounts Receivable	20,707	13,883
Accounts Receivable from Tax Roll	6,307	2,689
Inventories	8,994	7,656
Total Current Assets	<u>36,008</u>	<u>24,228</u>
Capital Assets:		
Capital Assets Not Being Depreciated:		
Land	257	257
Capital Assets Being Depreciated:		
Utility Plant in Service	2,044,733	2,042,965
Less: Accumulated Depreciation	771,637	726,029
Total Capital Assets	<u>1,273,353</u>	<u>1,317,193</u>
Total Assets	<u>\$ 1,309,361</u>	<u>\$ 1,341,421</u>
LIABILITIES AND NET POSITION		
Current Liabilities:		
Accounts Payable	\$ 102	\$ 64
Accrued Interest	19,425	20,730
Compensated Absences - Current Portion	765	1,028
Current Portion of General Obligation Notes	59,827	58,545
Current Portion of Debt Premium	326	326
Total Current Liabilities	<u>80,445</u>	<u>80,693</u>
Long-Term Liabilities:		
Due from General Fund		
Advance from General Fund	29,349	90,640
General Obligation Bonds	395,000	415,000
General Obligation Notes	482,173	521,999
Unamortized Debt Premium	4,881	5,207
Total Long-Term Liabilities	<u>911,403</u>	<u>1,032,846</u>
Total Liabilities	991,848	1,113,539
NET POSITION		
Net Investment in Capital Assets	853,145	847,956
Unrestricted (Deficit)	<u>(535,632)</u>	<u>(620,074)</u>
Total Net Position	<u>317,513</u>	<u>227,882</u>
Total Liabilities and Net Position	<u>\$ 1,309,361</u>	<u>\$ 1,341,421</u>

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES:		
Sales of Water:		
Residential	\$ 109,975	\$ 89,680
Commercial	19,765	15,818
Industrial	49,322	21,579
Public Authorities	4,006	2,620
Multifamily Residential	4,100	3,461
Public Fire Protection	84,363	84,018
Private Fire Protection	4,680	4,200
Total Sales of Water	<u>276,211</u>	<u>221,376</u>
Other Operating Revenues:		
Forfeited Discounts	1,221	541
Meter Charge to Sewer	10,507	10,611
Miscellaneous Operating Revenues	601	732
Total Other Operating Revenues	<u>12,329</u>	<u>11,884</u>
Total Operating Revenues	<u>288,540</u>	<u>233,260</u>
OPERATING EXPENSES:		
Operation and Maintenance	96,117	102,141
Depreciation	45,928	45,071
Total Operating Expenses	<u>142,045</u>	<u>147,212</u>
OPERATING INCOME	146,495	86,048
NONOPERATING REVENUES (EXPENSES):		
Interest Revenue	2,626	132
Interest Expense	(33,312)	(26,868)
Amortization of Debt Premium	326	326
Total Nonoperating Expenses	<u>(30,360)</u>	<u>(26,410)</u>
INCOME BEFORE TRANSFERS AND CONTRIBUTIONS	116,135	59,638
CAPITAL CONTRIBUTIONS AND TRANSFERS:		
Capital Contributed by Developers/Grants/Customers	-	3,720
Transfer to General Fund - Tax Equivalentents	(26,504)	(29,871)
Total Capital Contributions and Transfers	<u>(26,504)</u>	<u>(26,151)</u>
CHANGE IN NET POSITION	89,631	33,487
Net Position - January 1	<u>227,882</u>	<u>194,395</u>
NET POSITION - DECEMBER 31	<u>\$ 317,513</u>	<u>\$ 227,882</u>

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Utility Customers	\$ 183,228	\$ 134,058
Cash Received from Public Fire Protection	84,363	84,018
Cash Received from Sewer Share of Meter Related Expenses	10,507	10,611
Cash Payments to Suppliers for Goods and Services	(45,672)	(82,680)
Cash Payments for Employee Services	<u>(52,008)</u>	<u>(58,022)</u>
Net Cash Provided by Operating Activities	180,418	87,985
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating Cash Provided by (Repaid to) General Fund	(61,291)	38,065
Cash Payments for the Property Tax Equivalent	<u>(26,504)</u>	<u>(29,871)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	(87,795)	8,194
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Cash Payments for Capital Assets	(2,088)	(6,483)
Cash Payments for Constructions Work in Progress	-	(9,730)
Principal Paid on Long-Term Debt	(58,544)	(65,591)
Interest Paid on Long-Term Debt	<u>(34,617)</u>	<u>(28,371)</u>
Net Cash Used by Capital and Related Financing Activities	(95,249)	(110,175)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	<u>2,626</u>	<u>132</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	-	(13,864)
Cash and Cash Equivalents - January 1	<u>-</u>	<u>13,864</u>
CASH AND CASH EQUIVALENTS - DECEMBER 31	<u>\$ -</u>	<u>\$ -</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating Income	\$ 146,495	\$ 86,048
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	45,928	45,071
(Increase) Decrease in Assets:		
Customer Accounts Receivable	(6,824)	(4,521)
Tax Roll Receivables	(3,618)	(52)
Inventories	(1,338)	8
Increase (Decrease) in Liabilities:		
Accounts Payable	38	(38,708)
Compensated Absences	<u>(263)</u>	<u>139</u>
Net Cash Provided by Operating Activities	<u>\$ 180,418</u>	<u>\$ 87,985</u>

VILLAGE OF DRESSER, WISCONSIN
SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	2022	2021
OPERATION OF PLANT		
Salaries and Wages	\$ 19,012	\$ 18,890
Power Purchased for Pumping	13,872	9,910
Supplies and Expenses	4,606	4,981
Transportation Expenses	2,250	2,250
Total Operation of Plant	39,740	36,031
 MAINTENANCE OF PLANT		
Repairs to Water Plant	4,609	4,405
 ADMINISTRATIVE AND GENERAL		
Salaries and Wages	20,271	19,716
Office Supplies and Expenses	4,928	5,127
Outside Services Employed	5,329	7,728
Insurance Expenses	5,627	5,316
Employees Pensions and Benefits	9,260	16,501
Employee FICA Taxes	3,202	3,054
Regulatory Commission Expense	23	2,103
Other General Expenses	3,128	2,160
Total Administrative and General	51,768	61,705
Total Operation and Maintenance Expenses	\$ 96,117	\$ 102,141

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2021)

	<u>2022</u>	<u>2021</u>
ASSETS		
Current Assets:		
Cash and Investments	\$ 42,623	\$ -
Customer Accounts Receivable	37,364	32,494
Accounts Receivable from Tax Roll	17,168	10,550
Total Current Assets	<u>97,155</u>	<u>43,044</u>
Capital Assets:		
Capital Assets Being Depreciated:		
Utility Plant in Service	1,880,084	1,828,169
Less: Accumulated Depreciation	775,290	743,472
Net Capital Assets	<u>1,104,794</u>	<u>1,084,697</u>
 Total Assets	 <u>\$ 1,201,949</u>	 <u>\$ 1,127,741</u>
LIABILITIES AND NET POSITION		
Current Liabilities:		
Accounts Payable	\$ 97,247	\$ 49,923
Accrued Interest	2,884	3,018
Compensated Absences - Current Portion	765	1,028
Due to Other Governments	-	21,270
Current Portion of General Obligation Bonds	10,000	10,000
Current Portion of Debt Premium	182	182
Total Current Liabilities	<u>111,078</u>	<u>85,421</u>
Long-Term Liabilities (Net of Current Portion):		
Advance from General Fund	-	16,260
General Obligation Bonds	235,000	245,000
Due to Other Governments	-	5,318
Unamortized Debt Premium	2,724	2,906
Total Long-Term Liabilities (Net of Current Portion)	<u>237,724</u>	<u>269,484</u>
 Total Liabilities	 348,802	 354,905
NET POSITION		
Net Investment in Capital Assets	856,887	826,609
Unrestricted (Deficit)	(3,740)	(53,773)
Total Net Position	<u>853,147</u>	<u>772,836</u>
 Total Liabilities and Net Position	 <u>\$ 1,201,949</u>	 <u>\$ 1,127,741</u>

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	<u>2022</u>	<u>2021</u>
OPERATING REVENUES		
Sewerage Revenues:		
Residential	\$ 293,587	\$ 285,806
Commercial	64,303	61,266
Industrial	31,564	23,402
Public Authorities	9,438	6,631
Multifamily Residential	11,999	12,320
Total Sewerage Revenues	<u>410,891</u>	<u>389,425</u>
Other Operating Revenues:		
Forfeited Discounts	2,594	1,851
Miscellaneous	50	50
Total Operating Revenues	<u>413,535</u>	<u>391,326</u>
OPERATING EXPENSES		
Operation and Maintenance	342,190	352,529
Depreciation	31,818	31,094
Total Operating Expenses	<u>374,008</u>	<u>383,623</u>
OPERATING INCOME	39,527	7,703
NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	-	11
Interest Expense	(8,719)	(9,120)
Amortization of Debt Premium	182	182
Total Nonoperating Expenses	<u>(8,537)</u>	<u>(8,927)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS	30,990	(1,224)
CAPITAL CONTRIBUTIONS AND TRANSFERS		
Hookup Fees	4,000	8,000
Capital Contributed by Developers/Grants/Customers	45,321	49,042
Total Capital Contributions and Transfers	<u>49,321</u>	<u>57,042</u>
CHANGE IN NET POSITION	80,311	55,818
Net Position - January 1	<u>772,836</u>	<u>717,018</u>
NET POSITION - DECEMBER 31	<u>\$ 853,147</u>	<u>\$ 772,836</u>

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Utility Customers	\$ 402,047	\$ 389,604
Cash Paid for Sewer Share of Meter Related Expenses	(10,507)	(10,611)
Cash Payments to Suppliers for Goods and Services	(260,020)	(305,065)
Cash Payments for Employee Services	(51,190)	(56,471)
Net Cash Provided by Operating Activities	80,330	17,457
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating Cash Repaid to General Fund	(16,260)	(122,128)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Cash Paid for Acquisition of Capital Assets	(51,915)	(2,641)
Cash Received as Customer Contributions	4,000	8,000
Capital Contributed by Developers/Grants/Customers	45,321	45,321
Principal Paid on Long-Term Debt	(10,000)	(10,000)
Interest Paid on Long-Term Debt	(8,853)	(9,253)
Net Cash Provided (Used) by Capital and Related Financing Activities	(21,447)	31,427
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on Investments	-	11
NET CHANGE IN CASH AND CASH EQUIVALENTS	42,623	(73,233)
Cash and Cash Equivalents - January 1	-	73,233
CASH AND CASH EQUIVALENTS - DECEMBER 31	\$ 42,623	\$ -

VILLAGE OF DRESSER, WISCONSIN
STATEMENT OF CASH FLOWS (CONTINUED)
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	<u>2022</u>	<u>2021</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating Income	\$ 39,527	\$ 7,703
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	31,818	31,094
(Increase) Decrease in Assets:		
Customer Accounts Receivable	(4,870)	(468)
Tax Roll Receivables	(6,618)	(1,254)
Increase (Decrease) in Liabilities:		
Accounts Payable	47,324	1,513
Compensated Absences	(263)	139
Increase (Decrease) in Due to Other Governments	(26,588)	(21,270)
Net Cash Provided by Operating Activities	<u>\$ 80,330</u>	<u>\$ 17,457</u>
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS		
Cash and Investments per Statement of Net Position:		
Cash and Investments - Unrestricted	<u>\$ 42,623</u>	<u>\$ -</u>
NONCASH NONCAPITAL FINANCING ACTIVITIES		
Capital Contributed by Developers/Grants/Customers	<u>\$ 45,321</u>	<u>\$ 3,720</u>

VILLAGE OF DRESSER, WISCONSIN
SCHEDULE OF OPERATION AND MAINTENANCE EXPENSES
YEAR ENDED DECEMBER 31, 2022
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2021)

	<u>2022</u>	<u>2021</u>
OPERATION OF PLANT		
Purchased Wastewater Treatment Service from Village of Osceola:		
Current Year	\$ 245,472	\$ 232,367
Supervision and Labor	17,802	18,004
Power and Fuel for Pumping	4,516	3,610
Outside Sewage Testing	6,024	5,379
Other Operating Supplies and Expenses	3,552	1,571
Transportation	2,250	2,250
Total Operation of Plant	<u>279,616</u>	<u>263,181</u>
MAINTENANCE OF PLANT		
Sewage Collection System	1,947	24,600
ADMINISTRATIVE AND GENERAL		
Administrative and General Salaries	20,271	19,716
Office Supplies and Expenses	4,723	4,331
Outside Services Employed	5,145	4,384
Insurance Expenses	5,627	5,316
Employees Pensions and Benefits	9,969	16,107
Employee FICA Taxes	2,885	2,783
Meter Use Charge (Paid to Water Utility)	10,507	10,611
Other General Expenses	1,500	1,500
Total Administrative and General	<u>60,627</u>	<u>64,748</u>
 Total Operation and Maintenance Expenses	 <u>\$ 342,190</u>	 <u>\$ 352,529</u>



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.