



JOHNSON BLOCK
CPAs

**VILLAGE OF CROSS PLAINS
FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT
DECEMBER 31, 2021**

VILLAGE OF CROSS PLAINS

Table of Contents

December 31, 2021

	Page
INDEPENDENT AUDITOR’S REPORT	i-iii
Management’s Discussion and Analysis.....	iv-xi
FINANCIAL STATEMENTS	
Government Wide Financial Statements	
Statement of Net Position	1
Statement of Activities.....	2
Fund Financial Statements	
Balance Sheet - Governmental Funds	3
Reconciliation of the Governmental Funds	
Balance Sheet to the Statement of Net Position.....	4
Statement of Revenues, Expenditures and	
Changes in Fund Balances - Governmental Funds	5
Reconciliation of the Statement of Revenues,	
Expenditures, and Changes in Fund Balances of	
Governmental Funds to the Statement of Activities	6
Statement of Net Position – Proprietary Funds	7
Statement of Revenues, Expenses, and	
Changes in Net Position - Proprietary Funds.....	8
Statement of Cash Flows – Proprietary Funds	9
Statement of Fiduciary Net Position	10
Statement of Changes in Fiduciary Net Position	11
NOTES TO THE FINANCIAL STATEMENTS	12-41

VILLAGE OF CROSS PLAINS

Table of Contents (Continued)

December 31, 2021

	Page
REQUIRED SUPPLEMENTARY INFORMATION	
Budget and Actual - General Fund	42
Schedule of Village’s Proportionate Share of the Net Pension Liability (Asset)	43
Schedule of Village’s Contributions for Pension.....	43
Schedule of Village’s Proportionate Share of the Net OPEB Liability (Asset).....	44
Notes to Required Supplementary Information	45
SUPPLEMENTARY INFORMATION	
<u>Enterprise Funds – Water and Sewer Utilities</u>	
Income Statements	46
<u>Non-Major Governmental Funds</u>	
Combining Balance Sheet – Non-Major Governmental Funds	47
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-Major Governmental Funds	48

INDEPENDENT AUDITOR'S REPORT

To the Village Board and Management
Village of Cross Plains
Cross Plains, Wisconsin

Report on the Audit of the Financial Statements

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 Cross Plains, Wisconsin, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Cross Plains, Wisconsin as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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 Cross Plains, Wisconsin'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.

Auditor's 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 auditor's 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 generally accepted auditing standards, 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 Cross Plains, Wisconsin'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 Cross Plains, Wisconsin'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 management's discussion and analysis, budgetary comparison information, Life Insurance schedule, and Wisconsin Retirement System schedules on pages iv through xi and 42-45 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of 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.

Supplementary Information

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

Johnson Block & Company, Inc.

Johnson Block & Company, Inc.
April 25, 2022

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

As management of the Village of Cross Plains, we offer readers of the Village's basic financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended December 31, 2021.

Financial Highlights

- The assets and deferred outflows of resources of the Village exceeded its liabilities and deferred inflows of resources as of December 31, 2021 by \$16,662,634 (net position).
- The Village's total net position increased by \$4,128,831. The following factors contributed to the overall increase:
 - The Utility net position increased by \$2,239,703. The increase was primarily due to contributed capital from new developments in the Village.
 - The Governmental net position increased by \$1,889,128. The increase was primarily due to tax increment revenue collected by the TIF that exceeded conservation and development expenses and contributed capital received from work completed in two subdivisions.
- The local property tax levy (including the TIF increment) for 2021 (2022 revenue) was \$3,895,613, an increase of 2% from the \$3,817,968 levy for 2020 (2021 revenue). The 2021 tax levy limit was adjusted for debt service on general obligation debt authorized after July 1, 2005. The assessed value of the Village for the 2021 roll was \$407,705,900, an increase of 1.44% over 2020.

Overview of the Basic Financial Statements

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

Government-wide financial statements The *government-wide financial statements* are designed to provide readers with a broad overview of the Village of Cross Plains' finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Village's assets, deferred outflows, liabilities and deferred inflows, with the residual between the elements reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village of Cross Plains is improving or deteriorating.

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

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

Both of the government-wide financial statements distinguish functions of the Village of Cross Plains that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Village include general government; public safety; public works; culture and recreation; and conservation and development. The business-type activities of the Village include the water and sewer utilities.

The government-wide financial statements include only the Village of Cross Plains itself (known as the *primary government*). No component units were identified that should be included in the reporting entity. The statements do not include the legally separate fire and EMS districts.

The government-wide financial statements can be found on pages 1 and 2 of this report.

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

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

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

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, debt service fund, TID #3 fund, parks fund and capital projects fund, all of which are considered to be major funds. The non-major governmental funds are reported together.

The Village adopts an annual appropriated budget for all of its governmental funds. Supplementary budgetary comparison statements have been provided for the general fund and parks fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 3 to 6 of this report.

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

Proprietary funds There are two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Village uses enterprise funds to account for its utilities. Internal service funds are an accounting device used to accumulate and allocate costs internally among various functions. The Village of Cross Plains does not have any internal service funds.

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

The basic proprietary fund financial statements can be found on pages 7 to 9 of this report.

Fiduciary funds *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government or for other funds. Fiduciary funds are *not* reflected in the government-wide financial statements. The only fiduciary fund maintained by the Village is the tax agency fund which records the tax roll and tax collections for other taxing jurisdictions within the Village of Cross Plains. The accounting used for fiduciary funds is similar to that used for governmental funds.

The basic fiduciary fund financial statements can be found on pages 10 to 11 of this report.

Notes to the basic financial statements The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 12 to 41 of this report.

Government-wide Financial Analysis

Net Position Net position may serve over time as a useful indicator of a government's financial position. The Village's net position was \$16,662,634 at the close of 2021.

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

Village of Cross Plains Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 5,718,113	\$ 5,133,076	\$ 3,145,475	\$ 3,265,809	\$ 8,863,588	\$ 8,398,885
Capital assets	13,706,704	13,325,603	14,773,824	13,230,120	28,480,528	26,555,723
Total Assets	<u>\$ 19,424,817</u>	<u>\$ 18,458,679</u>	<u>\$ 17,919,299</u>	<u>\$ 16,495,929</u>	<u>\$ 37,344,116</u>	<u>\$ 34,954,608</u>
Deferred outflows	\$ 962,936	\$ 703,331	\$ 158,713	\$ 103,544	\$ 1,121,649	\$ 806,875
Total Deferred Outflows of Resources	<u>\$ 962,936</u>	<u>\$ 703,331</u>	<u>\$ 158,713</u>	<u>\$ 103,544</u>	<u>\$ 1,121,649</u>	<u>\$ 806,875</u>
Long-term liabilities outstanding	\$ 8,092,282	\$ 9,445,967	\$ 5,653,957	\$ 6,377,145	\$ 13,746,239	\$ 15,823,112
Other liabilities	1,878,184	1,619,641	989,377	1,084,195	2,867,561	2,703,836
Total Liabilities	<u>\$ 9,970,466</u>	<u>\$ 11,065,608</u>	<u>\$ 6,643,334</u>	<u>\$ 7,461,340</u>	<u>\$ 16,613,800</u>	<u>\$ 18,526,948</u>
Deferred taxes and special assessments	\$ 3,895,613	\$ 3,817,968	\$ -	\$ -	\$ 3,895,613	\$ 3,817,968
Other deferred inflows of resources	1,121,061	766,949	172,657	115,815	1,293,718	882,764
Total Deferred Inflows of Resources	<u>\$ 5,016,674</u>	<u>\$ 4,584,917</u>	<u>\$ 172,657</u>	<u>\$ 115,815</u>	<u>\$ 5,189,331</u>	<u>\$ 4,700,732</u>
Net Position:						
Net investment in capital assets	\$ 7,900,809	\$ 6,149,764	\$ 8,329,773	\$ 6,100,320	\$ 16,230,582	\$ 12,250,084
Restricted	814,137	251,895	1,762,989	1,573,002	2,577,126	1,824,897
Unrestricted (deficit)	(3,314,333)	(2,890,174)	1,169,259	1,348,996	(2,145,074)	(1,541,178)
Total Net Position	<u>\$ 5,400,613</u>	<u>\$ 3,511,485</u>	<u>\$ 11,262,021</u>	<u>\$ 9,022,318</u>	<u>\$ 16,662,634</u>	<u>\$ 12,533,803</u>

The largest portion of the Village's net position (\$16,230,582) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment, infrastructure, etc.); less any related debt used to acquire those assets that are still outstanding. The Village uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the Village's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Village's net position (\$2,577,126) represents resources that are subject to external restrictions on how they may be used. The remaining *unrestricted deficit net position* is a deficit of (\$2,145,074). This deficit is a result of economic development incentives associated with the Village's TID #3.

At the end of the current fiscal year, the Village of Cross Plains is able to report positive balances in unrestricted net position for the business-type activities of \$1,169,259. The governmental-type activities had an unrestricted deficit of (\$3,314,333).

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

Village of Cross Plains Change in Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program Revenues:						
Charges for services and fees, fines and costs	\$ 546,876	\$ 451,451	\$ 2,105,619	\$ 2,039,477	\$ 2,652,495	\$ 2,490,928
Operating grants and contributions	455,770	446,588	-	-	455,770	446,588
Capital grants and contributions	799,653	107,986	1,821,308	13,774	2,620,961	121,760
General Revenues:						
Property taxes	3,817,968	3,810,465	-	-	3,817,968	3,810,465
Other taxes and special assessments	3,936	4,019	-	-	3,936	4,019
Grants and contributions not restricted to specific programs	203,744	232,831	-	-	203,744	232,831
Unrestricted Interest and Investment	34,748	51,812	3,975	30,390	38,723	82,202
Miscellaneous	56,250	56,535	15,443	13,957	71,693	70,492
Total Revenues	5,918,945	5,161,687	3,946,345	2,097,598	9,865,290	7,259,285
Expenses:						
General Government	451,705	456,485	-	-	451,705	456,485
Public Safety	1,053,190	1,082,004	-	-	1,053,190	1,082,004
Public Works	1,118,778	1,271,656	1,677,279	1,644,435	2,796,057	2,916,091
Health, Welfare and Sanitation	23,052	-	-	-	23,052	-
Culture and Recreation	1,054,007	1,010,668	-	-	1,054,007	1,010,668
Conservation and Development	132,575	205,383	-	-	132,575	205,383
Interest on Long-Term Debt	225,873	251,552	-	-	225,873	251,552
Total Expenses	4,059,180	4,277,748	1,677,279	1,644,435	5,736,459	5,922,183
Increase (Decrease) in net position before transfers	1,859,765	883,939	2,269,066	453,163	4,128,831	1,337,102
Transfers	29,363	29,164	(29,363)	(29,164)	-	-
Increase (Decrease) in Net Position	1,889,128	913,103	2,239,703	423,999	4,128,831	1,337,102
Net Position - January 1	3,511,485	2,598,382	9,022,318	8,598,319	12,533,803	11,196,701
Net Position - December 31	\$ 5,400,613	\$ 3,511,485	\$ 11,262,021	\$ 9,022,318	\$ 16,662,634	\$ 12,533,803

Governmental Activities: Governmental activities increased the Village's net position by \$1,889,128, accounting for 46 percent of the total increase in net position of the Village. Key elements of this increase are as follows:

- Capital grants and contributions revenue increased by approximately \$691,000 over 2020 due to contributed infrastructure received during 2021.
- Tax increment revenue of approximately \$691,000.

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

Business-type activities: Business-type activities increased the Village's net position by \$2,239,703, accounting for 54 percent of the change in the net position of the Village. Key elements of this increase are as follows:

- Sewer had operating income of \$310,453.
- Water had operating income of \$263,890.
- Water had transfers to other funds of \$113,451 for the tax equivalent
- The business-type activities received approximately \$1,820,000 in contributed infrastructure during 2021.

Financial Analysis of the Village of Cross Plains' Funds

The Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of December 31, 2021, the Village's governmental funds reported combined ending fund balances of \$892,472, a decrease of 2.5% from the prior year. This decrease was primarily due to spending down funds on hand in the Capital Projects Fund. Of the combined ending fund balance, \$296,701 is *unassigned* and \$143,433 is *committed* for specific purposes. The remainder of fund balance is *non-spendable* or *restricted* to indicate that it is not available for new spending because it has already been committed for the following: 1) for prepayments that benefit periods beyond the end of the current year (\$13,641), 2) for non-current receivables (\$88,015), 3) for library projects (\$239,249), 4) for debt service (\$41,271), and 5) for park improvements (\$70,162).

The general fund is the chief operating fund of the Village. At the end of the current year, unassigned fund balance was at \$636,672.

During the current year, the Village's general fund balance increased by \$133,038.

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

Proprietary funds The Village of Cross Plains' proprietary fund financial statements provide the same type of information found in the Village's government-wide financial statements, but in more detail.

The Water Utility's operating income in 2021 was \$263,890, as compared to operating income of \$198,036 in 2020. In 2021, revenues increased by 7% and expenses (including the tax equivalent) decreased 4% from the prior year.

The Sewer Utility's operating income was \$310,453 in 2021 and \$359,361 in 2020. This increase was due an increase in revenues of 1.4% and a 6.6% increase in expenses.

General Fund Budgetary Highlights

- Actual expenditures were under budget amounts by \$116,958, or 4.04% of the budgeted expenditures. Actual revenues were over budget by \$8,466.

Capital Asset and Debt Administration

Capital assets The Village of Cross Plains' investment in capital assets for its governmental and business-type activities as of December 31, 2021 amounts to \$28,480,528 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, and public domain infrastructure (roads and storm sewers). The net increase in the Village's investment in capital assets for the current year was \$1,924,805. This is due to additions to capital assets exceeding depreciation expense.

Additional information on the Village of Cross Plains' capital assets can be found in Note 3 on pages 22 and 23 of this report.

Long-term debt At the end of the current fiscal year, the Village had total debt outstanding of \$14,831,927. General obligation debt which was backed by the full faith of the Village totaled \$8,412,000. The remainder of \$6,419,927 are direct borrowings with the State of Wisconsin and various financial institutions and are secured by a mix of tax revenues and revenues of the Water Utility and Sewer Utility.

During the fiscal year, the net decrease in the Village's debt was \$2,088,882.

Additional information on Village of Cross Plains' long-term debt can be found in Note 4 on pages 23 to 27 of this report.

VILLAGE OF CROSS PLAINS
Management's Discussion and Analysis
December 31, 2021

Economic Factors and Next Year's Budgets and Rates

- The 2021 tax levy (to be collected in 2022) was subject to tax levy limits imposed by the State of Wisconsin.

Contacting the Village's Financial Management

This financial report is designed to provide a general overview of the Village of Cross Plains' finances. Questions, concerning any of the information provided in this report or requests for additional information should be addressed to the Village of Cross Plains Administrator, 2417 Brewery Road, Cross Plains, WI 53528.

page

FINANCIAL STATEMENTS

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Net Position
December 31, 2021**

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 2,822,478	\$ 912,572	\$ 3,735,050
Receivables	32,118	264,973	297,091
Taxes receivable	2,279,295	-	2,279,295
Internal balances	(156,805)	156,805	-
Inventories	-	40,553	40,553
Prepaid expenses	13,641	7,583	21,224
Other assets	152,498	-	152,498
Restricted assets:			
Cash and cash equivalents	70,162	1,687,410	1,757,572
Net pension asset	504,726	75,579	580,305
Capital assets:			
Land, improvements and construction in progress	2,230,938	606,210	2,837,148
Capital assets, net of depreciation	11,475,766	14,167,614	25,643,380
Net capital assets	<u>13,706,704</u>	<u>14,773,824</u>	<u>28,480,528</u>
 Total assets	 <u>19,424,817</u>	 <u>17,919,299</u>	 <u>37,344,116</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred pension outflows	861,661	129,026	990,687
Deferred OPEB outflows	66,004	29,687	95,691
Deferred charge on refunding	35,271	-	35,271
 Total deferred outflows of resources	 <u>962,936</u>	 <u>158,713</u>	 <u>1,121,649</u>
 Total Assets and Deferred Outflows of Resources	 <u>\$ 20,387,753</u>	 <u>\$ 18,078,012</u>	 <u>\$ 38,465,765</u>
LIABILITIES			
Accounts payable and accrued expenses	\$ 200,998	\$ 181,870	\$ 382,868
Long-term liabilities:			
Due within one year			
Bonds, notes payable and contracts	1,394,617	754,592	2,149,209
Accrued interest	42,708	-	42,708
Compensated absences	15,556	-	15,556
Due in more than one year			
Bonds, notes payable and contracts	7,588,665	5,595,170	13,183,835
Compensated absences	372,910	-	372,910
Net OPEB liability	130,707	58,787	189,494
Amounts held in escrow	-	25,000	25,000
Deferred credits	-	27,915	27,915
Total liabilities	<u>9,746,161</u>	<u>6,643,334</u>	<u>16,389,495</u>
 Total Liabilities	 <u>9,947,159</u>	 <u>6,824,904</u>	 <u>16,772,063</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred tax levy	3,895,613	-	3,895,613
Other deferred inflows	224,305	-	224,305
Deferred pension inflows	1,105,099	165,479	1,270,578
Deferred OPEB inflows	15,962	7,178	23,140
 Total deferred inflows of resources	 <u>5,240,979</u>	 <u>172,657</u>	 <u>5,413,636</u>
NET POSITION			
Net investment in capital assets	7,900,809	8,329,773	16,230,582
Restricted for:			
Library endowment fund	239,249	-	239,249
Impact fees	70,162	30,828	100,990
Equipment replacement	-	1,180,987	1,180,987
Debt service	-	475,595	475,595
Pension	504,726	75,579	580,305
Unrestricted (deficit)	<u>(3,314,333)</u>	<u>1,169,259</u>	<u>(2,145,074)</u>
 Total net position	 <u>5,400,613</u>	 <u>11,262,021</u>	 <u>16,662,634</u>
 Total Liabilities, Deferred Inflows of Resources, and Net Position	 <u>\$ 20,387,753</u>	 <u>\$ 18,078,012</u>	 <u>\$ 38,465,765</u>

The accompanying notes to the financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Activities
For the Year Ended December 31, 2021**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenue</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Governmental Activities:							
General Government	\$ 451,705	\$ 70,050	\$ -	\$ -	\$ (381,655)		\$ (381,655)
Public Safety	1,053,190	123,434	16,555	-	(913,201)		(913,201)
Public Works	1,118,778	5,900	322,361	766,781	(23,736)		(23,736)
Health and Human Services	23,052	-	-	-	(23,052)		(23,052)
Culture, Recreation, and Education	1,054,007	234,656	116,854	32,872	(669,625)		(669,625)
Conservation and Development	132,575	112,836	-	-	(19,739)		(19,739)
Interest on Long-term Debt	225,873	-	-	-	(225,873)		(225,873)
Total governmental activities	<u>4,059,180</u>	<u>546,876</u>	<u>455,770</u>	<u>799,653</u>	<u>(2,256,881)</u>		<u>(2,256,881)</u>
Business-type Activities:							
Water	472,828	692,550	-	1,129,320	-	\$ 1,349,042	1,349,042
Sewer	<u>1,204,451</u>	<u>1,413,069</u>	<u>-</u>	<u>691,988</u>	<u>-</u>	<u>900,606</u>	<u>900,606</u>
Total business-type activities	<u>1,677,279</u>	<u>2,105,619</u>	<u>-</u>	<u>1,821,308</u>	<u>-</u>	<u>2,249,648</u>	<u>2,249,648</u>
Total	<u>\$ 5,736,459</u>	<u>\$ 2,652,495</u>	<u>\$ 455,770</u>	<u>\$ 2,620,961</u>	<u>(2,256,881)</u>	<u>2,249,648</u>	<u>(7,233)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes					2,051,048	-	2,051,048
Property taxes, levied for debt service					1,075,300	-	1,075,300
Property taxes, tax increment					691,620	-	691,620
Payments in lieu of taxes					3,936	-	3,936
Grants and contributions not restricted to specific programs					203,744	-	203,744
Unrestricted investment earnings					34,748	3,975	38,723
Miscellaneous					56,250	15,443	71,693
Transfers					29,363	(29,363)	-
Total general revenues and transfers					<u>4,146,009</u>	<u>(9,945)</u>	<u>4,136,064</u>
Change in net position					1,889,128	2,239,703	4,128,831
Net Position - Beginning					<u>3,511,485</u>	<u>9,022,318</u>	<u>12,533,803</u>
Net Position - Ending					<u>\$ 5,400,613</u>	<u>\$ 11,262,021</u>	<u>\$ 16,662,634</u>

The accompanying notes to financial statements are in integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Balance Sheet
Governmental Funds
December 31, 2021**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>TID #3 Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and Cash Equivalents	\$ 910,183	\$ 41,271	\$ 36,175	\$ -	\$ 167,850	\$ 1,155,479
Cash - Advance Tax Collections	809,291	445,344	-	287,150	125,214	1,666,999
Receivables:						
Taxes	1,111,933	603,456	-	389,099	169,670	2,274,158
Special Assessments	5,137	-	-	-	-	5,137
Accounts	32,118	-	-	-	-	32,118
Due from Other Funds	66,374	-	-	-	-	66,374
Prepaid Expenses	13,641	-	-	-	-	13,641
Restricted Cash	70,162	-	-	-	-	70,162
Other Restricted Assets	-	-	-	-	152,498	152,498
Advances Receivable	82,878	-	-	-	-	82,878
Total Assets	<u>\$ 3,101,717</u>	<u>\$ 1,090,071</u>	<u>\$ 36,175</u>	<u>\$ 676,249</u>	<u>\$ 615,232</u>	<u>\$ 5,519,444</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 92,424	\$ -	\$ 70,090	\$ -	\$ 16,366	\$ 178,880
Accrued Liabilities	22,118	-	-	-	-	22,118
Advances Payable	-	-	-	306,056	-	306,056
Total Liabilities	<u>114,542</u>	<u>-</u>	<u>70,090</u>	<u>306,056</u>	<u>16,366</u>	<u>507,054</u>
Deferred Inflows of Resources:						
Subsequent Year Tax Levy	1,875,680	1,048,800	-	676,249	294,884	3,895,613
Other Deferred Inflows	224,305	-	-	-	-	224,305
Total Deferred Inflows of Resources	<u>2,099,985</u>	<u>1,048,800</u>	<u>-</u>	<u>676,249</u>	<u>294,884</u>	<u>4,119,918</u>
Fund Balances:						
Nonspendable	101,656	-	-	-	-	101,656
Restricted	70,162	41,271	-	-	239,249	350,682
Committed	78,700	-	-	-	64,733	143,433
Unassigned (Deficit)	636,672	-	(33,915)	(306,056)	-	296,701
Total Fund Balances	<u>887,190</u>	<u>41,271</u>	<u>(33,915)</u>	<u>(306,056)</u>	<u>303,982</u>	<u>892,472</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 3,101,717</u>	<u>\$ 1,090,071</u>	<u>\$ 36,175</u>	<u>\$ 676,249</u>	<u>\$ 615,232</u>	<u>\$ 5,519,444</u>

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
December 31, 2021**

Total fund balance, governmental funds	\$	892,472
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not current financial resources and therefore are not reported in this fund financial statement, but are reported in the governmental activities of the Statement of Net Position.</p>		
Governmental capital assets (net of accumulated depreciation)		13,706,704
<p>The net pension asset is not a current financial resource and is, therefore, not reported in the fund financial statements.</p>		
		504,726
<p>Pension and OPEB liabilities and deferred outflows of resources and deferred inflows of resources are actuarially determined by the defined benefit plans. These items are reflected in the Statement of Net Position and are being amortized with expenses in the Statement of Activities. The deferred outflows of resources and deferred inflows of resources are not financial resources or uses and therefore are not reported in the fund statements.</p>		
Net life insurance liability	(130,707)	
Deferred outflows of resources	927,665	
Deferred inflows of resources	<u>(1,121,061)</u>	(324,103)
<p>Some liabilities, (such as Notes Payable, Long-term Compensated Absences, and Bonds Payable), are not due and payable in the current period and are not included in the fund financial statement, but are included in the governmental activities of the Statement of Net Position.</p>		
Long-term debt	(8,983,282)	
Unamortized loss on advanced refunding	35,271	
Accrued vacation and sick	(388,466)	
Accrued interest	<u>(42,708)</u>	(9,379,185)
Rounding		(1)
Net Position of Governmental Activities in the Statement of Net Position	<u>\$</u>	<u>5,400,613</u>

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2021**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>TID #3 Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES						
Property Taxes	\$ 1,760,744	\$ 1,075,300	\$ -	\$ 691,620	\$ 290,323	\$ 3,817,987
Other Taxes	3,917	-	-	-	-	3,917
Intergovernmental	470,599	-	-	72,060	116,854	659,513
License and Permits	156,733	-	-	-	-	156,733
Fines, Forfeits and Penalties	12,990	-	-	-	497	13,487
Public Charges for Services	285,152	-	-	-	-	285,152
Investment Income (Loss)	7,356	-	-	-	23,766	31,122
Miscellaneous Income	126,100	-	42,181	-	12,348	180,629
Total Revenues	<u>2,823,591</u>	<u>1,075,300</u>	<u>42,181</u>	<u>763,680</u>	<u>443,788</u>	<u>5,148,540</u>
EXPENDITURES						
Current:						
General Government	410,703	-	-	-	-	410,703
Public Safety	1,025,545	-	-	-	-	1,025,545
Public Works	717,408	-	-	-	-	717,408
Health and Human Services	23,052	-	-	-	-	23,052
Culture, Recreation and Education	497,634	-	-	-	420,938	918,572
Conservation and Development	106,325	-	-	50,554	-	156,879
Capital Outlay	-	-	341,368	-	-	341,368
Debt Service:						
Principal Repayment	-	928,183	29,800	425,000	-	1,382,983
Interest and Fiscal Charges	-	154,415	-	69,643	-	224,058
Total Expenditures	<u>2,780,667</u>	<u>1,082,598</u>	<u>371,168</u>	<u>545,197</u>	<u>420,938</u>	<u>5,200,568</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>42,924</u>	<u>(7,298)</u>	<u>(328,987)</u>	<u>218,483</u>	<u>22,850</u>	<u>(52,028)</u>
OTHER FINANCING SOURCES (USES)						
Transfers In	117,614	10,000	17,500	-	-	145,114
Transfers Out	(27,500)	-	-	(88,250)	-	(115,750)
Total Other Financing Sources and Uses	<u>90,114</u>	<u>10,000</u>	<u>17,500</u>	<u>(88,250)</u>	<u>-</u>	<u>29,364</u>
Net Change in Fund Balances	133,038	2,702	(311,487)	130,233	22,850	(22,664)
Fund Balances (Deficit) - Beginning	754,152	38,569	277,572	(436,289)	281,132	915,136
Fund Balances (Deficit) - Ending	<u>\$ 887,190</u>	<u>\$ 41,271</u>	<u>\$ (33,915)</u>	<u>\$ (306,056)</u>	<u>\$ 303,982</u>	<u>\$ 892,472</u>

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended December 31, 2021**

Net change in fund balances - total governmental funds: \$ (22,664)

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report outlays for capital assets as expenditures because such outlays use current financial resources. In contrast, the Statement of Activities reports only a portion of the outlay as expense. The outlay is allocated over the assets' estimated useful lives as depreciation expense for the period.

This is the amount by which capital outlays, \$368,427, were less than depreciation, \$754,107, in the current period. (385,680)

Capital contributions from developers increase net position in the Statement of Activities, but do not appear in the governmental funds because they are not financial resources. 766,781

Governmental funds report debt proceeds as current financial resources. In contrast, the Statement of Activities treats such issuance of debt as a liability. Governmental funds report repayment of debt principal as an expenditure. In contrast, the Statement of Activities treats such repayments as a reduction in long-term liabilities.

The amount of long-term debt principal payments in the current year 1,407,287

Some expenses and revenues reported in the Statement of Activities follow the full accrual basis of accounting. The modified accrual basis is used in the fund statements so there is a perspective difference.

Accrued interest not reflected on Governmental funds	7,001
Compensated absences recorded when paid in Governmental funds	(19,202)
Amortization of loss on refunding	(8,817)
Amortization of premium on long-term debt	3,626

The Government-wide statements reflect assets, liabilities, deferred inflows and deferred outflows for the WRS net pension asset and LRLIF net OPEB liability. The fund statements do not reflect these accounts. This amount reflects the net change in the pension asset and life insurance liability that is reflected in the Statement of Activities but not in the fund statements. 140,796

Change in net position of governmental activities \$ 1,889,128

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Net Position
Proprietary Funds
December 31, 2021**

	Enterprise Funds		
	Water	Sewer	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ -	\$ 912,572	\$ 912,572
Accounts Receivable	85,416	179,557	264,973
Advances Receivable	-	223,179	223,179
Inventories	39,865	688	40,553
Prepaid Expenses	3,250	4,333	7,583
Total Current Assets	<u>128,531</u>	<u>1,320,329</u>	<u>1,448,860</u>
Restricted Assets:			
Net Pension Asset	36,549	39,030	75,579
Restricted Cash and Cash Equivalents	<u>134,064</u>	<u>1,553,346</u>	<u>1,687,410</u>
Total Restricted Assets	<u>170,613</u>	<u>1,592,376</u>	<u>1,762,989</u>
Capital Assets:			
Land and Construction Work in Progress	581,348	24,862	606,210
Capital Assets	7,675,056	15,003,745	22,678,801
Less Accumulated Depreciation	<u>(2,080,562)</u>	<u>(6,430,625)</u>	<u>(8,511,187)</u>
Net Capital Assets	<u>6,175,842</u>	<u>8,597,982</u>	<u>14,773,824</u>
Total Assets	<u>6,474,986</u>	<u>11,510,687</u>	<u>17,985,673</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Outflows	62,395	66,631	129,026
Deferred OPEB Outflows	<u>11,883</u>	<u>17,804</u>	<u>29,687</u>
Total Deferred Outflows of Resources	<u>74,278</u>	<u>84,435</u>	<u>158,713</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 6,549,264</u>	<u>\$ 11,595,122</u>	<u>\$ 18,144,386</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 111,870	\$ 45,098	\$ 156,968
Accrued Liabilities	7,297	17,605	24,902
Due to Other Funds	66,374	-	66,374
Current Portion of Long-Term Debt:			
Bonds and Loans Payable	<u>152,499</u>	<u>602,093</u>	<u>754,592</u>
Total Current Liabilities	<u>338,040</u>	<u>664,796</u>	<u>1,002,836</u>
Non-Current Liabilities:			
Long-Term Debt			
Bonds and Loans Payable	<u>2,142,159</u>	<u>3,453,011</u>	<u>5,595,170</u>
Total Long-Term Debt	<u>2,142,159</u>	<u>3,453,011</u>	<u>5,595,170</u>
Other Liabilities			
Amounts Held in Escrow	-	25,000	25,000
Net OPEB Liability	23,531	35,256	58,787
Deferred Credits	<u>27,915</u>	<u>-</u>	<u>27,915</u>
Total Other Liabilities	<u>51,446</u>	<u>60,256</u>	<u>111,702</u>
Total Non-Current Liabilities	<u>2,193,605</u>	<u>3,513,267</u>	<u>5,706,872</u>
Total Liabilities	<u>2,531,645</u>	<u>4,178,063</u>	<u>6,709,708</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension Inflows	80,023	85,456	165,479
Deferred OPEB inflows	<u>2,873</u>	<u>4,305</u>	<u>7,178</u>
Total Deferred Inflows of Resources	<u>82,896</u>	<u>89,761</u>	<u>172,657</u>
NET POSITION			
Net Investment in Capital Assets	3,786,895	4,542,878	8,329,773
Restricted for:			
Debt service	103,236	372,359	475,595
Impact fees	30,828	-	30,828
Equipment replacement	-	1,180,987	1,180,987
Net pension asset	36,549	39,030	75,579
Unrestricted	<u>(22,785)</u>	<u>1,192,044</u>	<u>1,169,259</u>
Total Net Position	<u>3,934,723</u>	<u>7,327,298</u>	<u>11,262,021</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 6,549,264</u>	<u>\$ 11,595,122</u>	<u>\$ 18,144,386</u>

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2021**

	Enterprise Funds		
	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
OPERATING REVENUES			
Charges for Services	\$ 677,633	\$ 1,394,576	\$ 2,072,209
Other Operating Revenues	14,917	18,493	33,410
Total Operating Revenues	<u>692,550</u>	<u>1,413,069</u>	<u>2,105,619</u>
OPERATING EXPENSES			
Operation and Maintenance	268,690	658,774	927,464
Depreciation and Amortization	151,052	443,842	594,894
Taxes	8,918	-	8,918
Total Operating Expenses	<u>428,660</u>	<u>1,102,616</u>	<u>1,531,276</u>
Operating Income (Loss)	<u>263,890</u>	<u>310,453</u>	<u>574,343</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest and Investment Revenue	195	3,780	3,975
Miscellaneous Non-Operating Revenue	15,443	-	15,443
Hook Up Fees	-	61,080	61,080
Interest Expense	(44,168)	(101,835)	(146,003)
Total Non-Operating Revenues (Expenses)	<u>(28,530)</u>	<u>(36,975)</u>	<u>(65,505)</u>
Income (Loss) Before Transfers and Contributions	235,360	273,478	508,838
Capital Contributions	1,129,320	630,908	1,760,228
Transfers In	33,500	54,750	88,250
Transfers Out	<u>(113,451)</u>	<u>(4,162)</u>	<u>(117,613)</u>
Change in Net Position	1,284,729	954,974	2,239,703
Total Net Position - Beginning	2,649,994	6,372,324	9,022,318
Total Net Position - Ending	<u>\$ 3,934,723</u>	<u>\$ 7,327,298</u>	<u>\$ 11,262,021</u>

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021**

	<u>Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 692,122	\$ 1,428,700	\$ 2,120,822
Payments to suppliers	(93,172)	(483,088)	(576,260)
Payments to employees	(113,422)	(168,351)	(281,773)
Internal activity - payments from (to) other funds	-	130,233	130,233
Taxes paid	(122,369)	(7,029)	(129,398)
Net cash provided (used) by operating activities	<u>363,159</u>	<u>900,465</u>	<u>1,263,624</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase or construction of capital assets	(491,783)	(71,074)	(562,857)
Transfers from (to) other funds	33,500	50,588	84,088
Hook up fees	-	61,080	61,080
Escrow deposits	-	25,000	25,000
Principal paid on capital debt	(150,307)	(587,859)	(738,166)
Interest paid on capital debt	(44,685)	(104,270)	(148,955)
Contributed capital	22,514	-	22,514
Net cash provided (used) by capital and related financing activities	<u>(630,761)</u>	<u>(626,535)</u>	<u>(1,257,296)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends	195	3,780	3,975
Net cash provided (used) by investing activities	<u>195</u>	<u>3,780</u>	<u>3,975</u>
Net increase (decrease) in cash and cash equivalents	(267,407)	277,710	10,303
Cash at beginning of year	<u>401,471</u>	<u>2,188,208</u>	<u>2,589,679</u>
Cash at end of year	<u>\$ 134,064</u>	<u>\$ 2,465,918</u>	<u>\$ 2,599,982</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ 263,890	\$ 310,453	\$ 574,343
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Joint Meter	13,270	-	13,270
Depreciation and amortization	151,052	443,842	594,894
Pension expense	6,975	68	7,043
Changes in assets, deferred outflows, liabilities and deferred inflows:			
Receivables, net	(428)	(2,861)	(3,289)
Inventories	(34,179)	-	(34,179)
Due to other funds	66,374	130,233	196,607
Transfers out	(113,451)	-	(113,451)
Accounts and other payables	9,656	18,730	28,386
Net cash provided (used) by operating activities	<u>\$ 363,159</u>	<u>\$ 900,465</u>	<u>\$ 1,263,624</u>
Reconciliation of cash and cash equivalents to statement of net position			
Cash and cash equivalents	\$ -	\$ 912,572	\$ 912,572
Restricted cash and cash equivalents	<u>134,064</u>	<u>1,553,346</u>	<u>1,687,410</u>
	<u>\$ 134,064</u>	<u>\$ 2,465,918</u>	<u>\$ 2,599,982</u>

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Fiduciary Net Position
December 31, 2021**

	<u>Custodial Fund</u>
ASSETS	
Cash and Investments	\$ 2,311,071
Taxes Receivable	<u>3,131,585</u>
Total Assets	<u><u>\$ 5,442,656</u></u>
LIABILITIES	
Due to Other Governments	<u>\$ 5,442,656</u>
Total Liabilities	<u><u>\$ 5,442,656</u></u>

The accompanying notes to financial statements are an integral part of this statement.

**Village of Cross Plains
Cross Plains, Wisconsin**

**Statement of Changes in Fiduciary Net Position
For the Year Ended December 31, 2021**

	<u>Custodial Fund</u>
ADDITIONS	
Property tax collections for other governments	\$ 3,391,454
Total Additions	<u>3,391,454</u>
DEDUCTIONS	
Payments of taxes to other governments	<u>3,391,454</u>
Total Deductions	<u>3,391,454</u>
Net increase (decrease) in fiduciary net position	-
Net position - Beginning	<u>-</u>
Net position - Ending	<u><u>\$ -</u></u>

The accompanying notes to financial statements are an integral part of this statement.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

1. Significant Accounting Policies

The accounting policies of the Village of Cross Plains, Wisconsin conform to accounting principles generally accepted in the United States of America as applicable to governmental units.

A. Reporting Entity

The reporting entity for the Village consists 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 their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government. The Village has no component units which must be included in the reporting entity because of the significance of their operational or financial relationships with the Village.

See Note 7 regarding joint ventures.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The government-wide financial statements report information on all of the nonfiduciary activities of the Village. The effect of most 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 are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers for services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the requirements of a particular function. Taxes and other items not included in program revenues are reported as general revenues.

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.

Fund Financial Statements

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

In addition, all funds in the fund financial statements are reported as business-type activities, governmental activities or fiduciary funds. The definitions for these types of activities are discussed in other portions of Note 1.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

- 1. Significant Accounting Policies (Continued)**
- B. Government-Wide and Fund Financial Statements (Continued)**

Fund Financial Statements (Continued)

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

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

The Village reports the following major governmental funds:

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

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

Tax Increment District #3 Fund (“TID #3”) is used to account for financial resources to be used for improvements in the Village’s TIF district.

The Village reports the following major proprietary funds:

Enterprise Funds - The enterprise funds are the water utility and the sewer utility.

The non-major governmental funds of the Village are the Library Operations Fund and the Library Endowment Fund.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

1. Significant Accounting Policies (Continued)
B. Government-Wide and Fund Financial Statements (Continued)

In addition, the Village reports the following fund type:

Fiduciary funds – Fiduciary funds consist of pension (and other employee benefit) trust funds, private-purpose trust funds, investment trust funds, and custodial funds. Fiduciary funds should be used only to report resources held for individuals, private organizations, or other governments. A fund is presented as a fiduciary fund when all of the following criteria are met: a) The government controls the assets that finance the activity, b) Assets are not generated from the government's own-source revenues or from government-mandated or voluntary nonexchange transactions, c) Assets are administered through a qualifying trust or the government does not have administrative involvement and the assets are not generated from the government's delivery of goods or services to the beneficiaries, or the assets are for the benefit of entities that are not part of the government's reporting entity.

The Village reports the following fiduciary funds:

Custodial Funds - used to account for assets held by the Village in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units. The Village accounts for tax collections payable to overlying taxing jurisdictions in a custodial fund.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recognized when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized when all eligibility requirements have been met.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Resources not available to finance expenditures and commitments of the current period are recorded as deferred inflows of resources or nonspendable fund equity. Expenditures are recorded when the related fund liability is incurred, except for debt service expenditures, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

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

D. Budgets

Annual budgets, as required by state statutes, are approved by the Village Board. Budgets were adopted for the general fund, debt service fund and capital projects fund. Appropriations lapse at year-end unless specifically carried over. Expenditures are controlled at the department level. See notes to required supplementary information for additional information.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

1. Significant Accounting Policies (Continued)
E. Cash and Cash Equivalents

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

F. Taxes Receivable

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are being provided. In addition to property taxes for the municipality, taxes are collected for and remitted to the state and county governments as well as the local and vocational school districts. Taxes for other state and local governmental units collected in the current year for the succeeding year are reported as payable to other governments. Taxes are levied in December on the assessed value as of the prior January 1.

Property tax calendar - 2021 tax roll

Lien date and levy date	December 2021
Tax bills mailed	December 2021
Payment in full, or	
First installment due	January 31, 2022
Second installment due	July 31, 2022
Personal property taxes in full	January 31, 2022
Tax sale – 2021 delinquent real estate taxes	October 2024

G. Allowance for Uncollectible Accounts

Delinquent real estate taxes are paid in full by the county, which assumes the collection thereof. No provision for uncollectible accounts receivable has been made in the accompanying utility financial statements because the water and sewer utilities have the right by law to place delinquent bills on the tax roll.

H. Capital Assets

Additions to and replacements of capital assets are recorded at original cost, which includes material, labor, overhead, and interest incurred during construction. Contributed capital assets are recorded at fair market value at the time received. The cost of property replaced, retired, or otherwise disposed of, is deducted from plant accounts and accumulated depreciation.

The cost of streets and curb and gutter acquired prior to 2001 was estimated. The cost of storm water drainage systems and sidewalks acquired prior to 2001 has not been capitalized.

Capital assets acquired for governmental purposes are recorded as expenditures in the governmental fund financial statements.

Depreciation is recorded using the straight-line method over the estimated useful lives. The rate used in the sewer utility varies between 1.11% to 20%. The rate used in the water utility varies between 1.3% to 26.7%.

I. Inventories

Proprietary fund inventories are generally used for construction or maintenance - not for resale. They are valued at cost based on first in - first out and charged to construction or maintenance when used.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

I. Significant Accounting Policies (Continued)
J. Long Term Debt

In the government-wide and proprietary fund financial statements, long-term liabilities are reported as liabilities. Long term liabilities are not reported in the governmental fund financial statements. Proceeds of long-term debt issues are reflected as "Other Financing Sources" in the operating statement of the recipient fund. Retirement of these issues is reported as an expenditure in the year in which the debt matures or is repaid, whichever is earlier.

K. Deferred Regulatory Credit

In 2004, the Public Service Commission of Wisconsin required regulated utilities (the water utility) to create a deferred regulatory credit account. The amount of the credit was equal to the estimated accumulated depreciation on contributed utility plant as of December 31, 2003. The credit has the effect of reducing the rate base used by the Commission in approving user rates charged by the utilities. The credit is being amortized to non-operating income over a period of 20 years.

L. Compensated Absences

The governmental funds have not recorded liabilities for accrued employee vacations and sick leave since these will not be liquidated from current revenues. The actual expenditure will be recorded at the time the benefits are used by the employee, and will be paid at the rate of pay then in effect. Under terms of employment, municipal employees are granted vacations and sick leave in varying amounts. To the extent that sick leave and vacation must be paid by the municipality when an employee leaves employment, such amounts are considered to be a long-term liability and are reported in the government-wide and proprietary fund financial statements.

M. Claims and Judgments

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. The related expenditure is recognized when the liability is liquidated. Claims and judgments are reported in the government-wide and proprietary fund financial statements as expenses when the related liabilities are incurred.

N. Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources, and deferred inflows of resources related to pensions, pension expense (revenue), information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefits terms. Investments are reported at fair value.

O. Other Post-Employment Benefit

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to other post-employment benefits, OPEB expense (revenue) and information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIFs fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

1. Significant Accounting Policies (Continued)
P. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

Q. Equity

Equity is classified as net position in the government-wide and proprietary fund financial statements and displayed in three components. 1) Net investment in capital assets – the amount of capital assets less accumulated depreciation and outstanding debt related to the purchase, construction or improvement of capital assets. 2) Restricted net position – amount of net position subject to restrictions that are imposed by external groups or law. 3) Unrestricted net position – net position that is classified as neither of the above.

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

In the fund financial statements, governmental fund balance is presented in five possible categories:

Nonspendable – resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

Restricted – resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed – resources which are subject to limitation the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner.

Assigned – resources neither restricted nor committed for which a government has stated intended use for a specific purpose. This intent can be expressed through the Village Board or through the Village Board delegating this responsibility to the Village Administrator/Clerk-Treasurer through the budgetary process.

Unassigned – resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

The Village would typically use Restricted fund balances first, followed by Committed resources and then Assigned resources, but reserves the right to selectively spend Unassigned resources first and to defer the use of these other classified funds.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

1. Significant Accounting Policies (Continued)
R. Revenues and Expenses

Intergovernmental aids and grants are recognized as revenues in the period the Village is entitled to the resources and the amounts are available. Amounts owed to the Village which are not available are recorded as receivables and deferred inflows of resources. Resources (typically cash) received before all eligibility requirements have been met are reported as assets and offset by unearned revenue (a liability) unless only a time requirement has not been met. In that case, deferred inflows of resources are reported rather than a liability.

Special assessments are recorded as revenues when collected. Annual installments due in future years are reflected as receivables and deferred inflows.

Proprietary fund revenues are recorded when services are billed. Unbilled receivables are not recorded since the amount is not material. Rates charged by the water utility are regulated by the Public Service Commission (PSC) of Wisconsin. Rates charged by the sewer utility are approved by the Village Board.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Village's enterprise funds are user charges for water consumption and for wastewater disposal and treatment. Operating expenses for enterprise funds include the cost of services, administrative expenses and depreciation. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Contributions and contributed capital to the water and sewer utilities are reflected as non-operating revenue.

S. Unearned Revenue

The Village reports unearned revenue on its governmental funds balance sheet. Unearned revenue arises when resources are received before the Village has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the Village has a legal claim to the resources, the unearned revenue is removed from the balance sheet and revenue is recognized.

T. Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; 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. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

2. Cash and Investments

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

- (1) Deposits in any credit union, bank, savings bank, trust company or savings and loan association which is authorized to transact business in this State;
- (2) Bonds or securities issued or guaranteed as to principal and interest by the federal government, or by a commission, board or other instrumentality of the federal government;
- (3) Bonds or securities of any county, drainage district, VTAE district, village, city, town, or school district of this State;
- (4) Any security which matures or which may be tendered for purchase at the option of the holder within not more than seven years of the date on which it is acquired, if that security has a rating which is the highest or second highest rating category assigned by Standard & Poor's Corporation, Moody's investor service or other similar nationally recognized rating agency or if that security is senior to, or on a parity with, a security of the same issuer which has such a rating;
- (5) The local government pooled-investment fund as established under Section 25.50 of the Wisconsin Statutes;
- (6) Agreements in which a public depository agrees to repay funds advanced to it by the Board, plus interest, if the agreement is secured by bonds or securities issued or guaranteed as to principal and interest by the federal government;
- (7) Securities of an open-end management investment company or investment trust, subject to various conditions and investment options;
- (8) Bonds issued by the University of Wisconsin Hospital and Clinics Authority and the Wisconsin Aerospace Authority.

page

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

	<u>Bank Balance</u>	<u>Carrying Value Balance</u>	<u>Associated Risk</u>
Deposits	\$ 7,700,534	\$ 7,803,693	Custodial credit risk
Total Cash and Investments	<u>\$ 7,700,534</u>	<u>\$ 7,803,693</u>	
Reconciliation to financial statements			
Per statement of net position			
Unrestricted cash and investments	\$ 3,735,050		
Restricted cash and investments	1,757,572		
Per statement of net position -			
Fiduciary Funds			
Tax Custodial Fund	<u>2,311,071</u>		
Total Cash and Investments	<u>\$ 7,803,693</u>		

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

2. Cash and Investments (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure of fair value losses arising from increasing interest rates.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper, corporate bonds and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The Village has no investment policy that would further limit its investment choices.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Village would not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial risk for investments is the risk that, in the event of failure of the counterparty (e.g. broker-dealer) to a transaction, the Village would not be able to recover the value of its investment of collateral securities that are in the possession of another party. The Village does not have an investment policy for custodial credit risk.

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts and \$250,000 for demand deposit accounts. Bank accounts are also insured by the State Deposit Guarantee Fund in the amount of \$400,000. Fluctuating cash flows during the year due to tax collections, receipt of state aids and/or proceeds from borrowing may have resulted in temporary balances exceeding insured amounts by substantially higher amounts.

As of December 31, 2021, all of the Village's deposits with financial institutions were covered by federal depository insurance limits, collateralized by securities held by the pledging financial institution or were held in an Insured Cash Sweep (ICS) account. Funds held in the ICS account that exceed FDIC limits are deposited into separate accounts at different financial institutions to ensure that their balances never exceed the FDIC limits. A summary follows:

Deposits covered by FDIC, State Deposit Guarantee and Insured Cash Sweep	\$ 5,190,873
Uninsured deposits covered by collateral	2,755,843

Concentration of Credit Risk

The Village does not have a policy for concentration of credit risk. No Village investment represents 5% or more of the total investments.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

2. Cash and Investments (Continued)

Connection Fees

The Sewer Utility collects solid and liquid connection fees which are available to use for purposes as directed by Village Ordinance 62.07(f) and (g). The solid connection fees have historically been used to offset the cost of the improvements to the Dane-Iowa Wastewater Treatment Facility. Liquid connection fees are collected to offset the cost of future improvements to the Village wastewater treatment facility. Current connection fee cash balances are as follows:

	January 1, 2021	Increases	Decreases	December 31, 2021
Solid Connection Fees	\$ -	\$ 18,600	\$ -	\$ 18,600
Liquid Connection Fees	253,036	42,480	-	295,516
	<u>\$ 253,036</u>	<u>\$ 61,080</u>	<u>\$ -</u>	<u>\$ 314,116</u>

These balances are included as part of cash and cash equivalents in the sewer fund on page 7 of these financial statements.

Restricted Cash

The use of certain cash accounts is restricted by loan and grant agreements. The restricted accounts are as follows:

Enterprise Funds:	January 1, 2021	Increases	Decreases	December 31, 2021
Sewerage System Depreciation Fund - includes annual deposits, and will be used for the sewer collection system.	\$ 389,505	\$ 85,050	\$ -	\$ 474,555
Sewerage System Bond Fund - includes annual deposits and is used to pay off Clean Water Fund loan.	366,243	6,116	-	372,359
Equipment Replacement Fund - required by the DNR, includes annual deposits and is restricted for treatment plant equipment.	705,458	974	-	706,432
Water Utility Impact Fees	-	30,828	-	30,828
Water System Bond Fund - includes annual deposits and is used to pay off Safe Drinking Water loan.	101,996	1,240	-	103,236
Total	<u>\$ 1,563,202</u>	<u>\$ 124,208</u>	<u>\$ -</u>	<u>\$ 1,687,410</u>

In addition, the General Fund holds \$70,162 in cash restricted for Park Impact Fees.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

3. Capital Assets

Capital asset activity for the year ended December 31, 2021 is shown below:

Governmental Activities	Balance 1/1/2021	Additions	Deletions	Balance 12/31/2021
<i>Capital assets, not being depreciated</i>				
Land and right of ways	\$ 2,073,971	\$ -	\$ -	\$ 2,073,971
Construction work in progress	7,624	149,343	-	156,967
Subtotals	2,081,595	149,343	-	2,230,938
<i>Capital assets, being depreciated</i>				
Infrastructure	10,672,558	845,795	36,946	11,481,407
Buildings and improvements	8,424,999	-	-	8,424,999
Equipment and vehicles	2,433,275	140,070	46,077	2,527,268
Subtotals	21,530,832	985,865	83,023	22,433,674
<i>Accumulated depreciation</i>				
Infrastructure	4,472,807	384,994	36,946	4,820,855
Buildings and improvements	4,135,982	154,270	-	4,290,252
Equipment and vehicles	1,678,035	214,843	46,077	1,846,801
Subtotals	10,286,824	754,107	83,023	10,957,908
<i>Net capital assets, being depreciated</i>	11,244,008	231,758	-	11,475,766
Capital Assets, net	\$13,325,603	\$ 381,101	\$ -	\$ 13,706,704
Business-type Activities	Balance 1/1/2021	Additions	Deletions	Balance 12/31/2021
<i>Capital assets, not being depreciated</i>				
Land	\$ 30,317	\$ -	\$ -	\$ 30,317
Construction work in progress	182,771	393,122	-	575,893
Subtotals	213,088	393,122	-	606,210
<i>Capital assets, being depreciated</i>				
Sewer utility plant				
Land easements	500,000	-	-	500,000
Buildings and infrastructure	12,668,279	630,909	-	13,299,188
Equipment and vehicles	1,204,557	-	-	1,204,557
Water utility plant				
Buildings and infrastructure	4,675,904	1,011,272	-	5,687,176
Equipment and vehicles	1,881,565	116,565	10,250	1,987,880
Subtotals	20,930,305	1,758,746	10,250	22,678,801
<i>Accumulated depreciation</i>				
Sewer utility plant	5,986,783	443,842	-	6,430,625
Water utility plant	1,926,490	164,322	10,250	2,080,562
Subtotals	7,913,273	608,164	10,250	8,511,187
<i>Net capital assets, being depreciated</i>	13,017,032	1,150,582	-	14,167,614
Capital Assets, net	\$ 13,230,120	\$ 1,543,704	\$ -	\$ 14,773,824

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

3. Capital Assets (Continued)

Depreciation expense was charged to functions on the Statement of Activities as follows:

Governmental activities:	
General government	\$ 43,387
Public safety	112,359
Public works	427,284
Culture and recreation	171,077
Total	\$ 754,107
Business-type activities:	
Sewer Utility	\$ 443,842
Water Utility	164,322
Total	\$ 608,164

4. Long-Term Obligations

The following is a summary of the long-term debt transactions for the year ended December 31, 2021:

	Balance 1/0/1900	Increases	Decreases	Balance 12/31/2021
<u>Governmental Activities</u>				
Bonds, Notes and Other Payables				
General Obligation Bonds and Notes	\$ 8,215,000	\$ -	\$ 1,180,000	\$ 7,035,000
Direct Borrowings - General Obligation	608,046	-	124,429	483,617
Direct Borrowings - Revenue Bonds	1,032,026	-	48,755	983,271
Capital Leases	29,800	-	29,800	-
Developer Incentives	476,691	-	24,303	452,388
Premium on Debt	32,632	-	3,626	29,006
Total	\$ 10,394,195	\$ -	\$ 1,410,913	\$ 8,983,282
<u>Business-Type Activities</u>				
Bonds, Notes and Other Payables				
General Obligation Bonds and Notes	\$ 1,000,000	\$ -	\$ 115,000	\$ 885,000
Direct Borrowings - General Obligation	12,954	-	4,571	8,383
Direct Borrowings - Revenue Bonds	6,052,783	-	616,127	5,436,656
Premium on Debt	22,191	-	2,468	19,723
Total	\$ 7,087,928	\$ -	\$ 738,166	\$ 6,349,762

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

4. Long-Term Obligations (Continued)
A. Governmental Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the municipality. General obligation notes and bonds will be retired by future property tax levies accumulated by the debt service funds. Tax increment district debt is payable from annual tax increments collected on the tax roll. If the tax increments are not sufficient, the debt will be paid by future tax levies. Proprietary fund debt is payable by revenues from user fees of those funds.

In accordance with Wisconsin Statutes, total general obligation indebtedness of the municipality may not exceed five percent of the equalized value of taxable property within the municipality's jurisdiction. The debt limit as of December 31, 2021 was \$21,497,645. The total of general obligation debt at December 31, 2021 was \$8,412,000.

The Village has adopted a debt management policy with the goals of limiting the outstanding general obligation debt to 65% of the statutory debt limit, keep all maturity of outstanding general obligation bonds and notes at or below 20 years, limit the total annual debt service tax levy to 40% of the Village's total tax levy, and maintain the levy at a proportionate even level for tax rate stabilization. The Village met all requirements of this policy for 2021.

The following debt issues comprise the outstanding balance as of December 31, 2021.

	<u>Date Of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance 12/31/21</u>	<u>Current Portion</u>
Governmental Activities						
<u>General Obligation</u>						
	12/2/2010	3/1/2022	.70-3.00%	\$ 3,175,000	\$ 225,000	\$ 225,000
	5/15/2012	5/1/2025	.70-2.80%	2,025,000	630,000	175,000
	6/11/2014	6/1/2033	.80-3.80%	1,805,000	1,300,000	115,000
	4/7/2015	4/1/2025	.80-2.40%	1,050,000	625,000	100,000
	7/21/2016	6/1/2036	1.10-3.00%	1,480,000	1,185,000	80,000
	10/20/2016	3/1/2026	1.10-2.40%	3,535,000	1,630,000	420,000
	9/14/2017	9/1/2027	1.35-2.30%	890,000	615,000	75,000
	4/11/2019	4/1/2029	1.95-2.50%	865,000	825,000	20,000
Total Governmental Activities -- General Obligation Debt					<u>7,035,000</u>	<u>1,210,000</u>
<u>Direct Borrowings - General Obligation</u>						
	4/17/2013	4/1/2023	.45-1.85%	495,000	111,617	55,429
	8/9/2018	4/1/2028	2.00-3.15%	570,000	372,000	54,000
Subtotal					<u>483,617</u>	<u>109,429</u>
<u>Direct Borrowings - Revenue Bonds</u>						
	5/23/2018	5/1/2038	1.87%	468,245	408,846	20,652
	5/23/2018	5/1/2038	1.87%	657,140	574,425	29,015
Subtotal					<u>983,271</u>	<u>49,667</u>
Total Governmental Activities -- Direct Borrowings					<u>1,466,888</u>	<u>159,096</u>
Total Governmental Activities					<u><u>\$ 8,501,888</u></u>	<u><u>\$ 1,369,096</u></u>

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

4. Long-Term Obligations (Continued)
B. Business-Type Debt

Long-term debt issues outstanding at December 31, 2021, and total debt outstanding were as follows:

	<u>Date Of Issue</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance 12/31/21</u>	<u>Current Portion</u>
Business-Type Activities						
<u>General Obligation</u>						
	5/15/2012	5/1/2025	.70-2.80%	\$ 85,000	\$ 10,000	\$ 10,000
	5/15/2012	5/1/2025	.70-2.80%	120,000	20,000	20,000
	6/11/2014	6/1/2033	.80-3.80%	170,000	60,000	20,000
	7/21/2016	6/1/2036	1.10-3.00%	130,000	50,000	10,000
	7/21/2016	6/1/2036	1.10-3.00%	140,000	90,000	10,000
	4/11/2019	4/1/2029	1.95-2.50%	630,000	560,000	40,000
	4/11/2019	4/1/2029	1.95-2.50%	105,000	95,000	10,000
Total Business-Type Activities -- General Obligation Debt					<u>885,000</u>	<u>120,000</u>
<u>Direct Borrowings - General Obligation</u>						
	4/17/2013	4/1/2023	.45-1.85%	40,000	8,383	4,571
<u>Direct Borrowings - Revenue Bonds</u>						
	6/22/2005	5/1/2025	2.365%	6,822,650	1,719,884	415,015
	9/23/2015	5/1/2035	1.788%	1,491,359	1,110,805	70,530
	9/23/2015	5/1/2035	2.438%	1,651,582	1,249,675	75,967
	5/23/2018	5/1/2038	1.87%	1,178,333	1,028,854	51,969
	5/23/2018	5/1/2038	1.87%	374,589	327,439	16,540
Total Business Type Activities -- Direct Borrowings					<u>5,445,039</u>	<u>634,592</u>
Total Business-Type Activities					<u>\$ 6,330,039</u>	<u>\$ 754,592</u>

C. Developer Obligations and Capital Leases

The Village has an obligation to pay a developer as an incentive for development. The loan is paid off over 20 years at 4.8% interest through 2024. After that the interest rate is adjusted to an interest rate of 300 basis points over the ten-year United States Treasury Rate, as of January 1, 2025, fixed for an additional ten-year period. As of December 31, 2021, the Village had \$452,388 in outstanding developer obligations. The repayment schedule is outlined in note 12. Developer obligations will be paid out of TIF #3.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

4. Long-Term Obligations (Continued)
D. Debt Service Requirements

Debt service requirements to maturity on General Obligation debt are as follows:

Years	Governmental Activities		Proprietary Funds		Total
	Principal	Interest	Principal	Interest	
2022	\$ 1,210,000	\$ 158,040	\$ 120,000	\$ 24,833	\$ 1,512,873
2023	1,040,000	136,548	110,000	20,125	1,306,673
2024	1,135,000	112,960	115,000	17,140	1,380,100
2025	975,000	86,648	110,000	14,100	1,185,748
2026	575,000	69,993	115,000	11,025	771,018
2027-2031	1,470,000	186,783	295,000	15,525	1,967,308
2032-2036	630,000	37,413	20,000	2,700	690,113
Totals	<u>\$ 7,035,000</u>	<u>\$ 788,382</u>	<u>\$ 885,000</u>	<u>\$ 105,448</u>	<u>\$ 8,813,830</u>

Debt service requirements to maturity on Direct Borrowings, including Mortgage Revenue Debt, are as follows:

Years	Governmental Activities		Proprietary Funds		Total
	Principal	Interest	Principal	Interest	
2022	\$ 159,096	\$ 27,622	\$ 634,592	\$ 109,385	\$ 930,694
2023	159,784	24,417	648,042	94,932	927,175
2024	104,542	21,516	658,763	80,091	864,912
2025	105,506	19,072	673,628	65,158	863,363
2026	106,487	16,531	233,141	55,170	411,329
2027-2031	388,820	55,641	1,239,324	201,460	1,885,244
2032-2036	310,271	27,098	1,174,944	69,734	1,582,046
2037-2038	132,383	2,487	182,604	3,431	320,905
Totals	<u>\$ 1,466,888</u>	<u>\$ 194,383</u>	<u>\$ 5,445,039</u>	<u>\$ 679,359</u>	<u>\$ 7,785,669</u>

E. Other Long-Term Obligations

The following is a summary of changes in compensated absences for the year ended December 31, 2021.

	Balance 1/1/2021	Increases	Decreases	Balance 12/31/2021
Compensated Absences				
Vacation	\$ 18,095	\$ -	\$ 2,539	\$ 15,556
Sick Leave	351,168	21,742	-	372,910
Total Compensated Absences	<u>\$ 369,263</u>	<u>\$ 21,742</u>	<u>\$ 2,539</u>	<u>\$ 388,466</u>

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

- 4. Long-Term Obligations (Continued)**
- E. Other Long-Term Obligations (Continued)**

Compensated Absences

A retiring employee may apply the accumulated sick leave balance to future health insurance premiums. The Village finances these benefits on a pay-as-you-go basis. The obligations for compensated absences will be paid out of the general fund.

F. Commitments – Proprietary Fund

To secure access to a biosolids facility to treat and store biosolids, the Village has signed a biosolids treatment agreement with the Dane-Iowa Wastewater Commission allowing the Village to submit all of their biosolids until 2021. Under the terms of the agreement, the Village pays for their determined share of the operation, maintenance and replacement cost associated with the facility, interest and principal payments made for the year on the facility, cost for treatment to filtrate from the de-watered biosolids based on the total number of pounds hauled to the facility, administrative costs, testing costs and transportation costs. Costs for the year ended December 31, 2021 were \$98,811. The facility began operating in July 2000. Payments prior to start up were capitalized and are being amortized over the term of the agreement.

G. Utility Revenue Requirements

The Sewer and Water Utilities are required by bond ordinances to produce net revenues sufficient to provide 110% of the annual principal and interest requirements on the mortgage revenue bonds.

	Sewer	Water
Net revenues required	\$ 680,113	\$ 207,446
2021 net revenues	\$ 873,902	\$ 463,777

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

5. Employee Retirement Plan

Defined Benefit 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, and expected to work at least 1200 hours a year (880 hours for teachers and school City 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/publications/cafr.htm>.

Vesting

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

Benefits Provided

Employees who retire at or after age 65 (54 for protective 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.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

5. Employee Retirement Plan (Continued)

Post-Retirement Adjustments

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

<u>Year</u>	<u>Core Fund Adjustment (%)</u>	<u>Variable Fund Adjustment (%)</u>
2011	(1.2)	11.0
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0

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.

During the reporting period, the WRS recognized \$108,787 in contributions from the employer.

Contribution rates as of December 31, 2021 are:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (including teachers, executives and elected officials)	6.75%	6.75%
Protective with Social Security	6.75%	11.75%
Protective without Social Security	6.75%	16.35%

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

5. Employee Retirement Plan (Continued)

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

At December 31, 2021, the Village reported a liability (asset) of (\$580,305) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of December 31, 2019 rolled forward to December 31, 2020. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net pension liability (asset) was based on the Village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2020, the Village's proportion was 0.00929510%, which was an increase of .00047008% from its proportion measured as of December 31, 2019.

For the year ended December 31, 2021, the Village recognized pension income of \$61,321.

At December 31, 2021, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 839,880	\$ (180,908)
Net differences between projected and actual earnings on pension plan investments	-	(1,089,477)
Changes in assumptions	13,162	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	6,651	(193)
Employer contributions subsequent to the measurement date	130,994	-
Total	<u>\$ 990,687</u>	<u>\$ (1,270,578)</u>

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

5. Employee Retirement Plan (Continued)

\$130,994 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense (revenue) as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2022	\$ (105,297)
2023	(26,947)
2024	(195,637)
2025	(83,004)
2026	-
Total	\$ (410,885)

Actuarial Assumptions

The total pension liability in the December 31, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2019
Measurement Date of Net Pension Liability (Asset):	December 31, 2020
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	7.0%
Discount Rate:	7.0%
Salary Increases:	
Inflation	3.0%
Seniority/Merit	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table
Post-Retirement Adjustments	1.9%*

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.9% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.

Actuarial assumptions are based upon an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. The Total Pension Liability for December 31, 2020 is based upon a roll-forward of the liability calculated from the December 31, 2019 actuarial valuation.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

5. Employee Retirement Plan (Continued)

Long-term Expected Return on Plan Assets

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

Asset Allocation Targets and Expected Returns
As of December 31, 2020

<u>Core Fund Asset Class</u>	<u>Asset Allocation %</u>	<u>Long-Term Expected Nominal Rate of Return %</u>	<u>Long-Term Expected Real Rate of Return %</u>
Global Equities	51	7.2	4.7
Fixed Income	25	3.2	0.8
Inflation Sensitive Assets	16	2.0	(0.4)
Real Estate	8	5.6	3.1
Private Equity/Debt	11	10.2	7.6
Multi-Asset	4	5.8	3.3
Total Core Fund	115	6.6	4.1
<u>Variable Fund Asset Class</u>			
U.S. Equities	70	6.6	4.1
International Equities	30	7.4	4.9
Total Variable Fund	100	7.1	4.6

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.4%

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

Single Discount Rate

A single discount rate of 7.00% was used to measure the Total Pension Liability for the current and prior year. This single discount rate is based on the expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.00% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2020. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities.). Because of the unique structure of WRS, the 7.00% expected rate of return implies that a dividend of approximately 1.9% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

5. Employee Retirement Plan (Continued)

Sensitivity of the Village’s Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following presents the Village’s proportionate share of the net pension liability (asset) calculated using the discount rate of 7.00 percent, as well as what the Village’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease to Discount Rate (6.00%)	Current Discount Rate (7.00%)	1% Increase to Discount Rate (8.00%)
Village's proportionate share of the net pension liability (asset)	\$ 552,370	\$ (580,305)	\$ (1,412,248)

Pension Plan Fiduciary Net Position

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

Allocation of Pension Plan

Pension amounts are allocated between the Governmental Activities and Business-Type Activities based on the percentage of required contributions of each opinion unit.

6. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan

Plan Description

The LRLIF is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible members.

OPEB Plan Fiduciary Net Position

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <http://etf.wi.gov/publications/cafr.htm>.

Benefits Provided

The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired employees and pre-65 retirees who pay for their coverage.

Contributions

The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member’s working lifetime funds a post-retirement benefit.

Employers are required to pay the following contributions based on employee contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the employee premiums until age 65 in order to be eligible for the benefit after age 65.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

6. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Contribution rates as of December 31, 2021 are:

Coverage Type	Employer Contribution
25% Post Retirement Coverage	20% of Member Contribution

Employee contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating employees must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The employee contribution rates in effect for the year ended December 31, 2020 are as listed below:

Life Insurance Employee Contribution Rates*		
For the year ended December 31, 2020		
Attained Age	Basic	Supplemental
Under 30	\$0.05	\$0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57

*Disabled members under age 70 receive a waiver-of-premium benefit.

During the reporting period, the LRLIF recognized \$686 in contributions from the employer.

OPEB Liabilities, OPEB Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At December 31, 2021, the Village reported a liability (asset) of \$189,494 for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of December 31, 2020, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of January 1, 2020 rolled forward to December 31, 2020. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net OPEB liability (asset) was based on the Village's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2020, the Village's proportion was .03444900%, which was an increase of 0.003261% from its proportion measured as of December 31, 2019.

For the year ended December 31, 2021 the Village recognized OPEB expense (revenue) of \$26,851.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

6. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

At December 31, 2021 the Village reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (9,041)
Net differences between projected and actual earnings on plan investments	2,759	-
Changes in actuarial assumptions	73,716	(13,002)
Changes in proportion and differences between employer contributions and proportionate share of contributions	19,216	(1,097)
Employer contributions subsequent to the measurement date	-	-
Totals	<u>\$ 95,691</u>	<u>\$ (23,140)</u>

No amount was reported as deferred outflows related to OPEB resulting from the Village's contributions subsequent to the measurement date to be recognized as a reduction of the net OPEB liability (asset) in the year ended December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (revenue) as follows:

Year Ended December 31:	Net Deferred Outflows (Inflows) of Resources
2022	\$ 13,852
2023	13,554
2024	13,247
2025	11,721
2026	13,464
Thereafter	6,713
Total	<u>\$ 72,551</u>

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

6. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Actuarial Assumptions

The total OPEB liability in the January 1, 2020, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2020
Measurement Date of Net OPEB Liability (Asset)	December 31, 2020
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield:	2.12%
Long-Term Expected Rated of Return:	4.25%
Discount Rate:	2.25%
Salary Increases	
Inflation:	3.00%
Seniority/Merit:	0.1% - 5.6%
Mortality:	Wisconsin 2018 Mortality Table

Actuarial assumptions are based upon an experience study conducted in 2018 that covered a three-year period from January 1, 2015 to December 31, 2017. The Total OPEB Liability for December 31, 2020 is based upon a roll-forward of the liability calculated from the January 1, 2020 actuarial valuation.

Long-term Expected Return on Plan Assets

The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A- Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2020

<u>Asset Class</u>	<u>Index</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
US Credit Bonds	Barclays Credit	50%	1.47%
US Mortgages	Barclays MBS	50%	0.82%
Inflation			2.20%
Long-Term Expected Rate of Return			4.25%

The long-term expected rate of return and expected inflation rate remained unchanged from the prior year at 4.25% and 2.20% respectively. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

6. Other Postemployment Benefits – Multiple-Employer Life Insurance Plan (Continued)

Single Discount Rate

A single discount rate of 2.25% was used to measure the Total OPEB Liability for the current year, as opposed to a discount rate of 2.87% for the prior year. The significant change in the discount rate was primarily caused by the decrease in the municipal bond rate from 2.74% as of December 31, 2019 to 2.12% as of December 31, 2020. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

Sensitivity of the Village's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the Village's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 2.25 percent, as well as what the Village's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (1.25 percent) or 1-percentage-point higher (3.25 percent) than the current rate:

	1% Decrease to Discount Rate (1.25%)	Current Discount Rate (2.25%)	1% Increase to Discount Rate (3.25%)
Village's proportionate share of the net OPEB liability (asset)	\$ 257,767	\$ 189,494	\$ 137,862

7. Joint Venture

The Village of Cross Plains and the Towns of Berry and Cross Plains jointly operate a fire district and the local emergency medical service district. The communities share in the annual operation of each district based on population. The Village's share of both districts' operation is about 50%. Financial information of the districts as of December 31, 2021 is available directly from the districts' office.

The governing bodies are made up of board members from each community. The local board appoints local representatives. The governing bodies have authority to adopt their own budgets and control the financial affairs of the districts. The Village's expenditures for services totaled \$107,415 paid to the fire district and \$136,945 paid to the emergency medical service district for 2021. The Village believes that the districts will continue to provide services in the future at similar rates.

The statement of net position includes half of the cost of the districts' station buildings.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

8. Net Position and Fund Balances

The following are net investments in capital assets at December 31, 2021:

	Governmental	Water	Sewer
Capital assets, net	\$ 13,706,704	\$ 6,175,842	\$ 8,597,982
Less long-term debt	(8,983,283)	(2,361,032)	(4,055,104)
Less deferred credit	-	(27,915)	-
Debt not related to capital	3,177,388	-	-
	<u>\$ 7,900,809</u>	<u>\$ 3,786,895</u>	<u>\$ 4,542,878</u>

Fund balances as of December 31, 2021 include the following:

Nonspendable:

General Fund:

Prepaid Expenses	\$ 13,641
Non-current Receivables	5,137
Advances	82,878
Total	<u>\$ 101,656</u>

Restricted:

General Fund:

Park Impact Fees	\$ 70,162
Debt Service Fund	41,271
Library Endowment Fund	239,249
Total	<u>\$ 350,682</u>

Committed:

General Fund:

Baer Park Improvements	32,513
Pool Improvements	46,187
Library Operations	64,733
Total	<u>\$ 143,433</u>

Unassigned:

General Fund	\$ 636,672
Capital Projects Fund (Deficit)	(33,915)
TIF #3 (Deficit)	(306,056)
Total	<u>\$ 296,701</u>

The deficit for TIF #3 is expected to be repaid through future tax increment. The deficit in the Capital Projects Fund will be replenished with debt proceeds in 2022.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

9. Advances and Interfund Balances

Interfund loans were used to transfer monies as a result of a cash shortfall. The composition of interfund balances as of December 31, 2021 is as follows:

Receivable Fund	Payable Fund	Amount
Sewer	TID #3	\$ 223,179
General	TID #3	82,878

Repayments to the Sewer Utility will be made as funds are available in TID #3. After the advance from the Sewer Utility has been repaid, repayments will be made to the General Fund.

As of December 31, 2021, the Water Utility owed the General Fund \$66,374 to cover a cash shortfall. The shortfall was due to project costs related to Well 3. The balance is expected to be repaid in 2022 with proceeds from a Safe Drinking Water Fund loan and is recorded as an interfund payable and receivable.

10. Transfers

Interfund transfers are generally used to cover debt payments, to pay the Water Utility's tax equivalent and to move payments and receipts to the correct fund.

The following is a schedule of interfund transfers made during 2021:

Fund Transferred To:	Fund Transferred From:	Amount	Purpose
General	Water	\$ 113,451	Tax equivalent
General	Sewer	4,162	Tax equivalent
Capital Projects	General	17,500	Capital projects
Debt Service	General	10,000	Debt service
Water	TID #3	33,500	Debt service
Sewer	TID #3	54,750	Debt service
Total per fund financial statements		233,363	
Less: Interfund eliminations		(204,000)	
Total per government-wide financial statements		\$ 29,363	

11. Contingencies

Funding for the operating budget of the Village comes from many sources, including property taxes, grants and aids from other units of government, user fees, fines and permits, and other miscellaneous revenues. The State of Wisconsin provides a variety of aid and grant programs which benefit the Village. Those aid and grant programs are dependent on continued approval and funding by the Wisconsin governor and legislature, through their budget processes. Any changes made by the State to funding or eligibility of local aid programs could have a significant impact on the future operating results of the Village.

12. Tax Abatements

Tax abatements are a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

12. Tax Abatements (Continued)

The Village of Cross Plains, through its TID #3, has entered into tax abatement agreement with a developer in the form of tax incremental financing incentives to stimulate economic development. The abatement is authorized through the TID #3 project plan. The agreement requires the Village to make annual repayments of property taxes collected with the TID to the developer based on the terms of the agreement.

As of December 31, 2021, the Village provides tax abatements for the following programs:

Tax Abatement Program	Amount in Taxes Abated
Milestone Senior Living	\$ 47,120

Repayment of the developer obligation through tax abatements is as follows:

Years	Principal	Interest	Total
2022	\$ 25,521	\$ 21,599	\$ 47,120
2023	26,800	20,320	47,120
2024	28,143	18,977	47,120
2025	29,554	17,566	47,120
2026	31,035	16,085	47,120
2027-2031	180,122	55,478	235,600
2032-2034	131,213	10,147	141,360
Totals	\$ 452,388	\$ 160,172	\$ 612,560

13. Fair Value Measurement

Financial assets required to be measured on a recurring basis are classified under a three-tier hierarchy for fair value investments. Fair value is the amount that would be received to sell an asset, or paid to settle a liability, in an orderly transaction between market participants at the measurements date.

The Village uses the following hierarchical disclosure framework.

Level 1 – Measurement based upon quoted prices for identical assets in an active market as of the reporting date.

Level 2 – Measurement based upon marketplace inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in inactive markets, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Measurement based on the Village’s assumptions about a hypothetical marketplace because observable market inputs are not available as of the reporting date.

The Village uses appropriate valuation techniques based on the available inputs to measure the fair values of its assets and liabilities. When available, the Village measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs have the lowest priority.

VILLAGE OF CROSS PLAINS
Notes to Financial Statements
December 31, 2021

13. Fair Value Measurement (Continued)

	Assets at Fair Value as of December 31, 2021			
	Fair Value	Level 1	Level 2	Level 3
Beneficial Interest in Assets held by the Madison Community Foundation	\$ 152,498	\$ -	\$ -	\$ 152,498
Totals	\$ 152,498	\$ -	\$ -	\$ 152,498

The Village’s beneficial interest in assets held by the Madison Community Foundation (the “Foundation”) represents an agreement between the Village and the Foundation in which the Village transfers assets to the Foundation in exchange for future distributions. The beneficial interest is not actively traded and significant other observable inputs are not available. Thus, the fair value of the beneficial interest is measured at the proportional share of the underlying assets as reported to the Village from the Foundation (level 3 inputs). Little information about those assets is released publicly. The estimated value does not necessarily represent the amounts that may be ultimately realized due to the occurrence of future circumstances that cannot be reasonably determined.

14. Litigation

From time to time the Village is involved in legal actions, most of which occur in governmental operations. Legal actions are generally defended by the Village’s various insurance carriers, since most claims brought against the Village are covered by insurance policies. In the opinion of Village management, any legal actions and any other proceedings known to exist at December 31, 2021, are not likely to have material adverse impact on the Village’s financial position.

15. Commitments

In January of 2021, the Village approved the replacement of the roof at the Library. Total cost of the project to date is \$147,848. The project is expected to finish in 2022.

In 2021, the Village was awarded a PARC & Ride Grant for \$270,000 from Dane County. The proceeds of the grant will be used to construct a multi-use path within the Village in future years.

16. Subsequent Events

In February 2022, the Village Board approved the following:

- Approved construction of Well 3 and rehabilitation of the Wellhouse at Well 2. Total costs for these projects are expected to be approximately \$3,500,000. Costs will be financed through the issuance of a water system revenue bond issued by the Safe Water Drinking Program from the Wisconsin Department of Administration. To finance the future debt service of the loan, the Wisconsin Public Service Commission has authorized rate increases which will be effective in 2022 and upon completion of the Well projects.
- Approved the sale of \$775,000 in general obligation promissory notes. The proceeds of the notes will be used to finance various capital projects within the Village.

17. Effect of New Accounting Standards on Current Period Financial Statements

The Government Accounting Standards Board (“GASB”) has adopted GASB Statement No. 87, *Leases*. When this becomes effective, application of these standards may restate portions of these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

**Village of Cross Plains
Cross Plains, Wisconsin**

**Budget and Actual (with Variances)
General Fund
For the Year Ended December 31, 2021**

	<u>Budgeted Amounts</u>		<u>Actual Amounts, Budgetary Basis</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property Taxes	\$ 1,760,725	\$ 1,760,725	\$ 1,760,744	\$ 19
Other Taxes	3,250	3,250	3,917	667
Intergovernmental	463,000	474,300	470,599	(3,701)
License and Permits	103,750	116,950	156,733	39,783
Fines, Forfeits and Penalties	20,000	20,000	12,990	(7,010)
Public Charges for Services	298,150	299,150	285,152	(13,998)
Interest Income	15,000	15,000	7,356	(7,644)
Miscellaneous Income	69,250	125,750	126,100	350
Total Revenues	<u>2,733,125</u>	<u>2,815,125</u>	<u>2,823,591</u>	<u>8,466</u>
EXPENDITURES				
Current:				
General Government	451,000	434,400	410,703	23,697
Public Safety	994,575	1,011,700	1,025,545	(13,845)
Public Works	773,350	755,850	717,408	38,442
Health and Human Services	23,000	23,000	23,052	(52)
Culture, Recreation and Education	556,200	561,675	497,634	64,041
Conservation and Development	35,000	111,000	106,325	4,675
Total Expenditures	<u>2,833,125</u>	<u>2,897,625</u>	<u>2,780,667</u>	<u>116,958</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(100,000)</u>	<u>(82,500)</u>	<u>42,924</u>	<u>125,424</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	110,000	110,000	117,614	7,614
Transfers Out	<u>(10,000)</u>	<u>(27,500)</u>	<u>(27,500)</u>	<u>-</u>
Total Other Financing Sources and Uses	<u>100,000</u>	<u>82,500</u>	<u>90,114</u>	<u>7,614</u>
Net Change in Fund Balance	-	-	133,038	133,038
Fund Balance - Beginning	754,152	754,152	754,152	-
Fund Balance - Ending	<u>\$ 754,152</u>	<u>\$ 754,152</u>	<u>\$ 887,190</u>	<u>\$ 133,038</u>

See notes to required supplementary information.

**Village of Cross Plains
Wisconsin Retirement System
December 31, 2021**

**Schedule of Village's Proportionate Share of the Net Pension Liability (Asset)
As of the Measurement Date**

Year ended December 31,	Proportion of the net pension liability (asset)	Proportionate share of the net pension liability (asset)	Covered- employee payroll	Collective net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability (asset)
2020	(0.00929510%)	\$ (580,305)	\$ 1,345,409	(43.13%)	105.26%
2019	(0.00882502%)	(284,558)	1,291,060	(22.04%)	102.96%
2018	0.00821412%	292,233	1,151,484	25.38%	96.45%
2017	(0.00784638%)	(232,968)	1,064,651	(21.88%)	102.93%
2016	0.00759631%	62,612	984,885	6.36%	99.12%
2015	0.00756469%	122,925	984,583	12.48%	98.20%
2014	(0.00747317%)	(183,511)	932,557	(19.68%)	102.74%

**Schedule of Village's Contributions for Pension
For the Year Ended**

Year ended December 31,	Contractually required contributions	Contributions in relation to the contractually required contributions	Contribution deficiency (excess)	Covered-employee payroll	Contributions as a percentage of covered- employee payroll
2021	\$ 130,994	\$ (130,994)	\$ -	\$ 1,355,571	9.66%
2020	131,484	(131,484)	-	1,345,409	9.77%
2019	121,837	(121,837)	-	1,291,060	9.44%
2018	110,454	(110,454)	-	1,154,844	9.56%
2017	101,322	(101,322)	-	1,064,651	9.52%
2016	89,239	(89,239)	-	984,885	9.06%
2015	93,746	(93,746)	-	984,583	9.52%

See notes to required supplementary information.

**Village of Cross Plains
Local Retiree Life Insurance Fund
December 31, 2021**

**Schedule of Village's Proportionate Share of the Net OPEB Liability (Asset)
As of the Measurement Date
Last 10 Calendar Years**

Year ended December 31,	Proportion of the net OPEB liability (asset)	Proportionate share of the net OPEB liability (asset)	Covered- employee payroll	Collective net OPEB liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total OPEB liability (asset)
2020	0.03444900%	\$ 189,494	\$ 1,329,000	14.26%	31.36%
2019	0.03118800%	132,805	1,262,000	10.52%	37.58%
2018	0.02856200%	73,700	1,097,000	6.72%	48.69%
2017	0.02925500%	88,016	1,230,256	7.15%	44.81%

See notes to required supplementary information.

VILLAGE OF CROSS PLAINS
Notes to Required Supplementary Information
For the Year Ended December 31, 2021

1. Excess Expenditures over Appropriations

The Village controls expenditures at the department level. Public Safety and Health and Human Services both exceeded budgeted appropriations for 2021. General Fund expenditures were under budgeted appropriations in total for the year.

2. Employee Retirement Plan

GASB Statement No. 68 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 3 preceding years.

Changes of Benefit Terms. There were no changes of benefit terms for any participating employer in WRS.

Changes of Assumptions. No significant changes in assumptions were noted from the prior year.

3. Local Retiree Life Insurance Plan

GASB Statement No. 75 requirements have been implemented prospectively, therefore, the illustrations do not present similar information for the 6 preceding years.

Changes of Benefit Terms. There were no changes of benefit terms for any participating employer in LRLIF.

Changes of Assumptions. The Single Discount Rate assumption used to develop Total OPEB Liability changed from the prior year. Please refer to the Actuarial Assumptions section in Note 6 for additional detail.

SUPPLEMENTARY INFORMATION

**Village of Cross Plains
Cross Plains, Wisconsin**

**Income Statements
Water and Sewer Utilities
For the Years Ended December 31, 2021 and 2020**

	Water Utility	Sewer Utility	Totals	
			2021	2020
Operating Revenues:				
Sales/Service				
Residential	\$ 341,657	\$ 1,193,128	\$ 1,534,785	\$ 1,539,739
Commercial	23,974	80,603	104,577	104,448
Industrial	12,556	49,153	61,709	53,654
Irrigation	30,872	-	30,872	28,788
Multi-family	49,577	-	49,577	47,914
Fire Protection	200,164	-	200,164	187,633
Public Authorities	18,833	71,692	90,525	60,361
Other operating revenues	14,917	18,493	33,410	16,940
Total operating revenues	692,550	1,413,069	2,105,619	2,039,477
Operating Expenses:				
Plant operation and maintenance	125,350	470,687	596,037	583,456
General	143,340	188,087	331,427	312,791
Depreciation and amortization	151,052	443,842	594,894	576,610
Taxes	8,918	-	8,918	9,223
Total operating expenses	428,660	1,102,616	1,531,276	1,482,080
Operating Income (Loss)	263,890	310,453	574,343	557,397
Other Income (Expense)				
Interest income	195	3,780	3,975	30,390
Interest expense	(44,168)	(101,835)	(146,003)	(162,355)
Hook up fees	-	61,080	61,080	3,974
Capital contributions	1,129,320	630,908	1,760,228	9,800
Amortization	15,443	-	15,443	13,957
Transfer in	33,500	54,750	88,250	88,250
Transfer out	(113,451)	(4,162)	(117,613)	(117,414)
Net Income (Loss)	\$ 1,284,729	\$ 954,974	\$ 2,239,703	\$ 423,999

**Village of Cross Plains
Cross Plains, Wisconsin**

**Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2021**

	<u>Library Operations</u>	<u>Library Endowment Fund</u>	<u>Total Non-Major Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 81,099	\$ 86,751	\$ 167,850
Cash - Advance Tax Collections	125,214	-	125,214
Receivables:			
Taxes	169,670	-	169,670
Other Restricted Assets	-	152,498	152,498
Total Assets	<u>\$ 375,983</u>	<u>\$ 239,249</u>	<u>\$ 615,232</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts Payable	<u>\$ 16,366</u>	<u>\$ -</u>	<u>\$ 16,366</u>
Total Liabilities	<u>16,366</u>	<u>-</u>	<u>16,366</u>
Deferred Inflows of Resources:			
Subsequent Year Tax Levy	<u>294,884</u>	<u>-</u>	<u>294,884</u>
Total Deferred Inflows of Resources	<u>294,884</u>	<u>-</u>	<u>294,884</u>
Fund Balances:			
Restricted	-	239,249	239,249
Committed	<u>64,733</u>	<u>-</u>	<u>64,733</u>
Total Fund Balances	<u>64,733</u>	<u>239,249</u>	<u>303,982</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 375,983</u>	<u>\$ 239,249</u>	<u>\$ 615,232</u>

**Village of Cross Plains
Cross Plains, Wisconsin**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended December 31, 2021**

	<u>Library Operations</u>	<u>Library Endowment Fund</u>	<u>Total Non- Major Governmental Funds</u>
REVENUES			
Property Taxes	\$ 290,323	\$ -	\$ 290,323
Intergovernmental	116,854	-	116,854
Fines, Forfeits and Penalties	497	-	497
Investment Income (Loss)	-	23,766	23,766
Miscellaneous Income	7,386	4,962	12,348
Total Revenues	<u>415,060</u>	<u>28,728</u>	<u>443,788</u>
EXPENDITURES			
Current:			
Culture, Recreation and Education	<u>407,231</u>	<u>13,707</u>	<u>420,938</u>
Total Expenditures	<u>407,231</u>	<u>13,707</u>	<u>420,938</u>
Net Change in Fund Balances	7,829	15,021	22,850
Fund Balances - Beginning	<u>56,904</u>	<u>224,228</u>	<u>281,132</u>
Fund Balances - Ending	<u>\$ 64,733</u>	<u>\$ 239,249</u>	<u>\$ 303,982</u>