

VILLAGE OF EDGAR
Annual Financial Report
December 31, 2019

VILLAGE OF EDGAR

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December 31, 2019

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INDEPENDENT AUDITORS' REPORT

Independent Auditors' Report

To the Village Board
Village of Edgar
Edgar, Wisconsin

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 Edgar (Village) as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

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 Edgar as of December 31, 2019, 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.

To the Village Board
Village of Edgar

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America require that the budgetary comparison information and the schedules of employer’s proportionate share of the net pension liability (asset) and employer contributions – Wisconsin Retirement Plan on pages 35 through 37 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 Edgar’s basic financial statements. The supplementary information as identified 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. The schedule of operating revenues and expenses – water and sewer utility is 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 schedule of operating revenues and expenses is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The detailed budgetary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

KerberRose SC

KerberRose SC
Shawano, Wisconsin
Certified Public Accountants
July 23, 2020

FINANCIAL STATEMENTS

VILLAGE OF EDGAR
Statement of Net Position
As of December 31, 2019

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Current Assets			
Cash	\$ 171,334	\$ 35,556	\$ 206,890
Receivables:			
Taxes	301,473	-	301,473
Customer Accounts Receivable	35,914	129,358	165,272
Prepays	6,268	-	6,268
Housing Loans Receivable	72,772	-	72,772
Special Assessment Receivable	496	-	496
Restricted Cash	393,240	665,251	1,058,491
Internal Balances	341,320	(341,320)	-
Total Current Assets	<u>1,322,817</u>	<u>488,845</u>	<u>1,811,662</u>
Noncurrent Assets			
Land Held for Sale	399,875	-	399,875
Capital Assets:			
Capital Assets Not Being Depreciated	187,198	22,284	209,482
Other Capital Assets, Net of Depreciation	1,913,436	3,511,864	5,425,300
Total Noncurrent Assets	<u>2,500,509</u>	<u>3,534,148</u>	<u>6,034,657</u>
Total Assets	<u>3,823,326</u>	<u>4,022,993</u>	<u>7,846,319</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflows of Resources Related to Pension	60,573	127,598	188,171
Unamortized Loss on Refundings	-	16,944	16,944
Total Deferred Outflows of Resources	<u>60,573</u>	<u>144,542</u>	<u>205,115</u>
LIABILITIES			
Current Liabilities			
Accounts Payable	39,199	6,521	45,720
Accrued Expenses	-	2,477	2,477
Accrued Interest	545	-	545
Current Portion of Long-Term Obligations	46,823	150,766	197,589
Total Current Liabilities	<u>86,567</u>	<u>159,764</u>	<u>246,331</u>
Noncurrent Liabilities			
Noncurrent Portion of Long-Term Obligations	247,522	537,180	784,702
Total Liabilities	<u>334,089</u>	<u>696,944</u>	<u>1,031,033</u>
DEFERRED INFLOW OF RESOURCES			
Taxes Levied for Subsequent Year	523,340	-	523,340
Deferred Inflows of Resources Related to Pension	30,706	64,684	95,390
Total Deferred Outflow of Resources	<u>554,046</u>	<u>64,684</u>	<u>618,730</u>
NET POSITION			
Net Investment in Capital Assets	1,835,634	2,922,760	4,758,394
Restricted			
CDBG Future Housing Loans	178,162	-	178,162
Pension Benefits	7,812	16,452	24,264
Debt Retirement	-	372,644	372,644
Equipment Replacement	-	292,607	292,607
Unrestricted (Deficit)	974,156	(198,556)	775,600
TOTAL NET POSITION	<u>\$ 2,995,764</u>	<u>\$ 3,405,907</u>	<u>\$ 6,401,671</u>

See Accompanying Notes

VILLAGE OF EDGAR
Statement of Activities
For the Year Ended December 31, 2019

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
FUNCTIONS/PROGRAMS				
Governmental Activities:				
General Government	\$ 160,104	\$ 39,135	\$ -	\$ -
Public Safety	207,013	7,870	800	-
Public Works	411,228	64,151	140,864	-
Culture and Recreation	54,538	1,590	-	-
Interest and Fiscal Charges	23,388	-	-	-
Total Governmental Activities	856,271	112,746	141,664	-
BUSINESS-TYPE ACTIVITIES				
Water	213,739	240,333	-	13,933
Sewer	461,218	435,284	-	-
Total Business-Type Activities	674,957	675,617	-	13,933
TOTAL	\$ 1,531,228	\$ 788,363	\$ 141,664	\$ 13,933

GENERAL REVENUES

Property Taxes, Levied for General Purposes
Intergovernmental Revenues not Restricted to
Specific Programs
Investment Income
Miscellaneous
Total General Revenues

TRANSFERS

CHANGE IN NET POSITION

NET POSITION - BEGINNING OF YEAR

NET POSITION - END OF YEAR

**Net (Expenses) Revenues and
Changes in Net Position**

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ (120,969)	\$ -	\$ (120,969)
(198,343)	-	(198,343)
(206,213)	-	(206,213)
(52,948)	-	(52,948)
<u>(23,388)</u>	<u>-</u>	<u>(23,388)</u>
<u>(601,861)</u>	<u>-</u>	<u>(601,861)</u>
-	40,527	40,527
<u>-</u>	<u>(25,934)</u>	<u>(25,934)</u>
<u>-</u>	<u>14,593</u>	<u>14,593</u>
<u>(601,861)</u>	<u>14,593</u>	<u>(587,268)</u>
494,410	-	494,410
330,616	-	330,616
16,506	6,850	23,356
12,457	-	12,457
<u>853,989</u>	<u>6,850</u>	<u>860,839</u>
<u>31,857</u>	<u>(31,857)</u>	<u>-</u>
283,985	(10,414)	273,571
<u>2,711,779</u>	<u>3,416,321</u>	<u>6,128,100</u>
<u>\$ 2,995,764</u>	<u>\$ 3,405,907</u>	<u>\$ 6,401,671</u>

VILLAGE OF EDGAR

Balance Sheet

Governmental Funds

As of December 31, 2019

	General	CDBG	TID 1 & 3	TID 4	Total
ASSETS					
Cash	\$ 118,228	\$ -	\$ 53,106	\$ -	\$ 171,334
Receivables:					
Taxes	215,299	-	45,270	40,904	301,473
Special Assessments	496	-	-	-	496
Accounts	35,914	-	-	-	35,914
Housing Loans	-	72,772	-	-	72,772
Due from Other Funds	1,376,289	-	399,853	-	1,776,142
Prepays	6,268	-	-	-	6,268
Restricted Cash	220,683	105,390	35,285	31,882	393,240
Land Held For Sale	399,875	-	-	-	399,875
Total Assets	\$ 2,373,052	\$ 178,162	\$ 533,514	\$ 72,786	\$ 3,157,514
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 39,199	\$ -	\$ -	\$ -	\$ 39,199
Due to Other Funds	-	-	1,034,969	399,853	1,434,822
Unavailable Revenue	-	72,772	-	-	72,772
Total Liabilities	39,199	72,772	1,034,969	399,853	1,546,793
Deferred Inflows of Resources:					
Taxes Levied for Subsequent Year	371,435	-	79,801	72,104	523,340
Fund Balances (Deficits)					
Nonspendable					
Prepays	6,268	-	-	-	6,268
Land Held for Resale	399,875	-	-	-	399,875
Restricted for CDBG Future Housing Loans	-	105,390	-	-	105,390
Unassigned (Deficits)	1,556,275	-	(581,256)	(399,171)	575,848
Total Fund Balances (Deficits)	1,962,418	105,390	(581,256)	(399,171)	1,087,381
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES (DEFICITS)	\$ 2,373,052	\$ 178,162	\$ 533,514	\$ 72,786	\$ 3,157,514

VILLAGE OF EDGAR

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
As of December 31, 2019

Total Fund Balances - Governmental Funds		\$ 1,087,381
<i>Total net position reported for governmental activities in the statement of net position is different from the amount reported above as total governmental funds fund balance because:</i>		
Capital assets used in government activities are not financial resources and therefore are not reported in the fund statements. Amounts reported for governmental activities in the statement of net position:		
Governmental Capital Asset	4,084,881	
Governmental Accumulated Depreciation	<u>(1,984,247)</u>	2,100,634
The Village's proportionate share of the Wisconsin Retirement System pension plan is not an available financial resource; therefore, it is not reported in the fund financial statements.		
Net Pension Liability	(22,055)	
Deferred Outflows of Resources	60,573	
Deferred Inflows of Resources	<u>(30,706)</u>	7,812
Some receivables that are not currently available are reported as unavailable revenues in the fund financial statements, but are recognized as revenue when earned in the government-wide financial statements.		
Loans Receivable		72,772
Noncurrent obligations, including bonds and notes payable, are not due in the current period and therefore not reported in the fund statements. Items reported in the statement of net position that are not reported in the funds balance sheet:		
General Obligation Debt	(265,000)	
Compensated Absences	(7,290)	
Accrued Interest	<u>(545)</u>	<u>(272,835)</u>
Total Net Position - Governmental Activities		<u>\$ 2,995,764</u>

VILLAGE OF EDGAR
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficits)
Governmental Funds
For the Year Ended December 31, 2019

	<u>General</u>	<u>CDBG</u>	<u>TID 1 & 3</u>	<u>TID 4</u>	<u>Total</u>
REVENUES					
Taxes	\$ 358,406	\$ -	\$ 67,419	\$ 68,585	\$ 494,410
Intergovernmental	447,424	-	-	24,056	471,480
Licenses and Permits	4,544	-	-	-	4,544
Public Charges for Services	109,002	-	-	-	109,002
Miscellaneous	32,022	396	320	-	32,738
Total Revenues	<u>951,398</u>	<u>396</u>	<u>67,739</u>	<u>92,641</u>	<u>1,112,174</u>
EXPENDITURES					
Current:					
General Government	148,905	34	-	-	148,939
Public Safety	195,696	-	-	-	195,696
Public Works	251,668	-	300	32,480	284,448
Culture and Recreation	50,220	-	-	-	50,220
Capital Outlay	267,591	-	-	-	267,591
Debt Service:					
Principal Retirement	-	-	45,000	-	45,000
Interest and Fiscal Charges	-	-	7,910	15,365	23,275
Total Expenditures	<u>914,080</u>	<u>34</u>	<u>53,210</u>	<u>47,845</u>	<u>1,015,169</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>37,318</u>	<u>362</u>	<u>14,529</u>	<u>44,796</u>	<u>97,005</u>
OTHER FINANCING SOURCE					
Transfer In	31,857	-	-	-	31,857
NET CHANGE IN FUND BALANCES (DEFICITS)	69,175	362	14,529	44,796	128,862
FUND BALANCES (DEFICITS) - BEGINNING	<u>1,893,243</u>	<u>105,028</u>	<u>(595,785)</u>	<u>(443,967)</u>	<u>958,519</u>
FUND BALANCES (DEFICITS) - ENDING	<u>\$ 1,962,418</u>	<u>\$ 105,390</u>	<u>\$ (581,256)</u>	<u>\$ (399,171)</u>	<u>\$ 1,087,381</u>

VILLAGE OF EDGAR

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2019

Net Change in Fund Balances (Deficits) - Total Governmental Funds	\$	128,862
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense.		
Capital outlay reported in governmental fund statements		267,591
Depreciation expense reported in the statement of activities		<u>(146,324)</u>
Amount by which depreciation is less than capital outlay in the current period.		121,267
The Village disposed of outdated equipment resulting in a reduction of capital assets and recapture of prior year depreciation expenses reported on the statement of activities as a net loss.		
The value of capital assets disposed of during the year		(6,808)
The amount of depreciation recaptured for the year		<u>3,033</u>
Amount by which cost of disposal exceeded accumulated depreciation		(3,775)
Amounts related to the pension plan that affect the statement of activities but do not affect the fund financial statements.		
		(7,631)
Vested employee benefits are reported in the government funds when amounts are paid. The statement of activities reports the value of benefits earned during the year.		
Compensated absences benefits paid in current year are more than amounts earned by		377
Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities. The amount of long-term debt principal payments in the current year.		
		45,000
In governmental funds interest payments on outstanding debt are reported as an expenditure when paid. In the statement of activities interest is reported as incurred.		
Interest paid is less than interest accrued by		<u>(115)</u>
Change in Net Position - Governmental Activities	\$	<u>283,985</u>

VILLAGE OF EDGAR

Statement of Net Position

Proprietary Funds

As of December 31, 2019

	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Total</u>
CURRENT ASSETS			
Cash	\$ 35,531	\$ 25	\$ 35,556
Customer Accounts Receivable	37,130	92,228	129,358
Restricted Cash	118,361	546,890	665,251
Total Current Assets	<u>191,022</u>	<u>639,143</u>	<u>830,165</u>
NON-CURRENT ASSETS			
Capital Assets, Net of Depreciation	1,097,815	2,436,333	3,534,148
Total Assets	<u>1,288,837</u>	<u>3,075,476</u>	<u>4,364,313</u>
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflow of Resources			
Related to Pension	69,585	58,013	127,598
Unamortized Loss on Refundings	-	16,944	16,944
Total Deferred Outflow of Resources	<u>69,585</u>	<u>74,957</u>	<u>144,542</u>
CURRENT LIABILITIES			
Accounts Payable	5,518	1,003	6,521
Due to Other Fund	-	341,320	341,320
Accrued Expenses	-	2,477	2,477
Current Portion of Long-Term Obligations	2,284	148,482	150,766
Total Current Liabilities	<u>7,802</u>	<u>493,282</u>	<u>501,084</u>
NON-CURRENT LIABILITIES			
Net Pension Liability	25,338	21,124	46,462
Noncurrent Portion of Long Term Obligations	6,852	483,866	490,718
Total Non-Current Liabilities	<u>32,190</u>	<u>504,990</u>	<u>537,180</u>
Total Liabilities	<u>39,992</u>	<u>998,272</u>	<u>1,038,264</u>
DEFERRED INFLOW OF RESOURCES			
Deferred Inflow of Resources			
Related to Pension	35,275	29,409	64,684
NET POSITION			
Net Investment in Capital Assets	1,097,815	1,824,945	2,922,760
Restricted for:			
Equipment Replacement	-	292,607	292,607
Debt Retirement	118,361	254,283	372,644
Pension Benefits	8,972	7,480	16,452
Unrestricted (Deficit)	58,007	(256,563)	(198,556)
TOTAL NET POSITION	<u>\$ 1,283,155</u>	<u>\$ 2,122,752</u>	<u>\$ 3,405,907</u>

VILLAGE OF EDGAR

Statement of Revenues, Expenses, and Changes in Net Position

Proprietary Funds

For the Year Ended December 31, 2019

	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Total</u>
OPERATING REVENUES	\$ 240,333	\$ 435,284	\$ 675,617
OPERATING EXPENSES			
Operation and Maintenance	167,618	329,477	497,095
Administration and General	2,112	4,677	6,789
Depreciation	42,252	102,735	144,987
Total Operating Expenses	<u>211,982</u>	<u>436,889</u>	<u>648,871</u>
OPERATING INCOME (LOSS)	<u>28,351</u>	<u>(1,605)</u>	<u>26,746</u>
NON-OPERATING REVENUES (EXPENSES)			
Investment Income	2,087	4,763	6,850
Interest Expense	(1,757)	(24,329)	(26,086)
Total Non-Operating Revenues (Expenses)	<u>330</u>	<u>(19,566)</u>	<u>(19,236)</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	28,681	(21,171)	7,510
TRANFERS OUT	(31,335)	(522)	(31,857)
CONTRIBUTED CAPITAL	<u>13,933</u>	<u>-</u>	<u>13,933</u>
CHANGE IN NET POSITION	11,279	(21,693)	(10,414)
NET POSITION - BEGINNING	<u>1,271,876</u>	<u>2,144,445</u>	<u>3,416,321</u>
NET POSITION - ENDING	<u>\$ 1,283,155</u>	<u>\$ 2,122,752</u>	<u>\$ 3,405,907</u>

See Accompanying Notes

VILLAGE OF EDGAR
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2019

	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 238,448	\$ 433,806	\$ 672,254
Cash Paid to Suppliers for Goods and Services	(40,442)	(198,814)	(239,256)
Cash Paid to Employees for Services	(110,466)	(124,124)	(234,590)
Cash Paid to Other Funds	(34,957)	(2,419)	(37,376)
Net Cash Flows From Operating Activities	<u>52,583</u>	<u>108,449</u>	<u>161,032</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income Received	2,087	4,763	6,850
CASH FLOWS FROM NONCAPITAL AND RELATED FINANCING ACTIVITIES			
Cash Received from Other Funds	-	51,279	51,279
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of Capital Assets	(32,115)	-	(32,115)
Proceeds from the Sale of Capital Assets	5,519	-	5,519
Principal Payments on Long-Term Debt	(50,000)	(142,115)	(192,115)
Interest Paid	(121)	(17,090)	(17,211)
Net Cash Flows From Capital and Related Financing Activities	<u>(76,717)</u>	<u>(159,205)</u>	<u>(235,922)</u>
NET INCREASE (DECREASE) IN CASH	(22,047)	5,286	(16,761)
CASH - BEGINNING	<u>175,939</u>	<u>541,629</u>	<u>717,568</u>
CASH - ENDING	<u>\$ 153,892</u>	<u>\$ 546,915</u>	<u>\$ 700,807</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 28,351	\$ (1,605)	\$ 26,746
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows from Operating Activities:			
Non-Cash Items:			
Depreciation	42,252	102,735	144,987
Changes in Operating Assets and Liabilities:			
Accounts Receivable	(1,885)	(1,478)	(3,363)
Compensated Absences	5,039	1,935	6,974
Pension related items	8,769	7,311	16,080
Payments between funds	(34,957)	(2,419)	(37,376)
Accounts Payable	5,518	1,003	6,521
Accrued Liabilities	(504)	967	463
NET CASH FLOWS FROM OPERATING ACTIVITIES	<u>\$ 52,583</u>	<u>\$ 108,449</u>	<u>\$ 161,032</u>
RECONCILIATION OF CASH PER STATEMENT OF NET POSITION TO STATEMENT OF CASH FLOWS			
Statement of Net Position Proprietary Fund:			
Cash	\$ 35,531	\$ 25	\$ 35,556
Restricted Cash	118,361	546,890	665,251
CASH PER STATEMENT OF CASH FLOWS	<u>\$ 153,892</u>	<u>\$ 546,915</u>	<u>\$ 700,807</u>
NONCASH CAPITAL AND FINANCING ACTIVITIES			
Capital Contributions	<u>\$ 13,933</u>	<u>\$ -</u>	<u>\$ 13,933</u>

VILLAGE OF EDGAR
Statement of Net Position
Fiduciary Fund
As of December 31, 2019

	<u>Custodial Fund</u> <u>Tax Collection</u> <u>Fund</u>
ASSETS	
Restricted Cash	\$ 534,789
Taxes Receivable	700,665
Total Assets	<u>1,235,454</u>
LIABILITIES	
Due to Other Taxing Units	<u>1,235,454</u>
NET POSITION	<u>\$ -</u>

VILLAGE OF EDGAR
Statement of Revenues, Expenses, and Changes in Net Position
Fiduciary Fund
For the Year Ended December 31, 2019

	Custodial Fund
	Tax Collection Fund
ADDITIONS	
Taxes Collected on Behalf of Other Taxing Entities	\$ 860,660
DEDUCTIONS	
Taxes Remitted to other Taxing Entities	860,660
NET CHANGE IN NET POSITION	-
NET POSITION - BEGINNING	-
NET POSITION - ENDING	\$ -

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies

This summary of significant accounting policies of the Village of Edgar (Village) is presented to assist in understanding the Village's financial statements. The financial statements and notes are representations of the Village's management who is responsible for the integrity and objectivity of the financial statements. These accounting policies conform with accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for establishing governmental accounting and financial reporting principles.

Reporting Entity

This report includes all of the funds of the Village of Edgar. The reporting entity for the Village consists of the primary government. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable or other organizations whose nature and significant relationship with the Village are such that exclusion would cause the Village's financial statements to be misleading. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the Village's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the Village. The Village has not identified any component units that are required to be included in the financial statements.

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) operating and capital grants and contributions. Taxes and other items not properly included as program revenues are reported instead as general revenues.

The government-wide statements exclude the fiduciary funds, which are included in the fund financial statements.

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

Depreciation expense which can be specifically identified by function is included in the direct expenses of each function. Interest on general long-term debt is considered an indirect expense and is reported separately on the statement of activities.

Fund Financial Statements

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 proprietary funds are reported as separate columns in the fund financial statements.

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (Continued)

Fund Financial Statements - Continued

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

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

Funds are organized 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 plus deferred outflows of resources, liabilities plus deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or proprietary fund are at least 10 percent of the corresponding total for all funds of that category or type and
- b. The same element that met the 10 percent criterion in (a) is at least 5 percent of the corresponding element total for all governmental and proprietary funds combined.
- c. In addition, any other governmental fund that the Village believes is particularly important to financial statement users may be reported as a major fund.

Governmental Funds

Governmental funds are identified as either general, special revenue, or capital projects funds based upon the following guidelines.

General Fund

The general fund is the primary operating fund of the Village and is always classified as a major fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Capital Projects Funds

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and purchase of major capital equipment (other than those financed by business-type/proprietary funds.)

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (Continued)

Fund Financial Statements (Continued)

Business-Type Activities

Proprietary Funds

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

Enterprise Funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges or (c) establishes fees and charges based on a pricing policy designed to recover similar costs. The Village enterprise funds include the water and sewer utilities.

Fiduciary Funds

The Village has adopted GASB Statement No. 84, Fiduciary Activities for the year ended December 31, 2019. This statement revised the criteria on whether the government is controlling the assets of the fiduciary activity and the beneficiaries with whom a fiduciary relationship exists. An activity meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. Four types of fiduciary funds that should be reported, if applicable, include pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds. As a result of adopting this statement, the Village has reclassified the Tax Collection Fund to custodial funds.

Custodial Funds

Custodial funds are used to account for assets held by the Village as an agent for individuals, private organizations, and/or other governmental units.

Major Funds

The Village reports the following major governmental funds:

The *general fund*, which accounts for the Village's primary operating activities.

The *CDBG fund*, which accounts for the Village's development activities.

The *TIF funds*, which account for the Village's capital projects financed by tax increments collected for Tax Increment Districts 1 & 3, as well as Tax Increment District 4. TIDs 1 & 3 are reported together in one fund, since one TID is a donor to the other TID, according to the project plan. TID 4 is reported separately in another fund.

The Village reports the following major proprietary funds:

The *water utility*, which operates the water distribution system.

The *sewer utility*, which operates the sewage treatment plant, sewage pumping stations and collection systems.

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Both governmental and business-type activities in the government-wide financial statements, the proprietary fund, and fiduciary fund financial statements are presented on the accrual basis of accounting using the economic resources measurement focus. Revenues are recognized when earned and expenses are recognized when incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Village considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Cash

Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. For purposes of the statement of cash flows, all cash deposits (including restricted assets) with a maturity of three months or less from the date of acquisition are considered to be cash equivalents.

Accounts Receivable and Allowance for Uncollectible Accounts

Accounts receivable have been adjusted for all known uncollectible accounts. No allowance is considered necessary at year end. Delinquent real estate taxes are paid in full by the county, which assumes collection thereof.

No provision for uncollectible accounts receivable has been made in the accompanying enterprise fund financial statements because the water and sewer utilities have the right by law to place delinquent bills on the tax roll.

Land Held for Resale

The Village owns land which it intends to resell. Since this land is not utilized as a capital asset, it is reported on both the governmental fund balance sheet and the government-wide statement of net position.

During 2004, the Village purchased property for residential and commercial development in the amount of \$457,000. The property is part of Tax Incremental Financing District #3 area, but is recorded in the Village's General Fund. The intent is to sell the property. None of the property was sold in 2019, leaving a December 31, 2019 balance of \$399,875.

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets, which include property, plant and equipment, and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of \$5,000 or higher and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. General infrastructure assets acquired or constructed prior to January 1, 2004 are not reported in the financial statements. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Property, plant and equipment of the Village are depreciated using the straight-line method for governmental activities and the percentage of straight-line method rates to original costs for business-type activities over the following estimated useful lives and percentages:

<u>Assets</u>	<u>Estimated Useful Lives</u>
Buildings	20 – 50 years
Machinery and Equipment	3 – 25 years
Improvements	10 – 20 years
Infrastructure	25 years

The Public Service Commission of Wisconsin regulates the useful lives for the Village’s Water Utility and those same parameters are utilized to account for the Sewer Utility assets as well.

Long-Term Obligations

The accounting treatment of long-term debt depends on whether it is reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements.

Long-term debt for governmental funds is not reported as a liability in the governmental fund financial statements. The debt proceeds are reported as an other financing source and payment of principal and interest reported as expenditures. The accounting in proprietary funds is the same in the fund statements as it is in the government-wide statements.

Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either “due to/from other funds” (i.e. the current portion of interfund loans) or “advances to/from other funds” (i.e. the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances.”

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (Continued)

Interfund Transactions (Continued)

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefitting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense) until then. The Village reports two categories of deferred outflows of resources related to the pension plan and loss on refunding on the statement of net position. The deferred outflows related to the pension plan are explained in more detail in Note 8.

In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position or fund balance that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until then. The Village reports two categories of deferred inflows of resources related to taxes levied for subsequent year, on both the governmental fund balance sheet and government-wide statement of net position, and related to the pension plan on the government-wide statement of net position. The deferred inflows related to the pension plan are explained in more detail in Note 8.

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 fund types. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide and proprietary funds statements as expenses when the related liabilities are incurred. There were no significant claims or judgments at year end.

Revenues

Property taxes are recorded in the year levied as receivables and deferred inflows of resources. 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. Property taxes collected on behalf of the other taxing agencies are reported in the custodial fund. Taxes are levied in December on the assessed value as of the prior January 1.

Property tax calendar - 2019 tax roll:

Lien date and levy date	December, 2019
Tax bills mailed	December, 2019
Payment in full, or	January 31, 2020
First installment due	January 31, 2020
Second installment due	July 31, 2020
Personal property taxes in full	January 31, 2020
County settlement with Village	August, 2020

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 1 – Summary of Significant Accounting Policies (Continued)

Revenues (Continued)

As part of Wisconsin Act 32, in 2011 and all future years, a municipality is allowed to increase its levy over the amount it levied in the prior year by the percentage increase in equalization value from net new construction or zero percent. Changes in debt service from one year to the next are generally exempt from this limit.

Governmental fund intergovernmental aids and grants are recognized as revenues in the period the related expenditures are incurred, if applicable, or when the Village is entitled to the aids.

Proprietary fund intergovernmental aids are recognized in the period they are earned and become measurable.

Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Expenditures

Expenditures are recognized when the related fund liability is incurred. Inventory costs are reported in the period when inventory items are purchased, under the purchases method.

Equity Classifications

Government-Wide Statements

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

- Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted component of net position – Consists of resources with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) by law through constitutional provisions or enabling legislation reduced by liabilities related to those assets.
- Unrestricted component of net position – Is the net amount that does not meet the definition of “restricted” or “net investment in capital assets.”

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

Fund Financial Statements

Fund balance is classified as either 1) nonspendable, 2) restricted, 3) committed, 4) assigned, or 5) unassigned.

Nonspendable fund balance represents amounts that cannot be spent due to form (such as inventories and prepaid amounts) or amounts that must be maintained intact legally or contractually (such as the principal of a permanent fund).

Restricted fund balance represents amounts constrained for a specific purpose by external parties, constitutional provision or enabling legislation.

Note 1 – Summary of Significant Accounting Policies (Continued)

Equity Classifications (Continued)

Fund Financial Statements (Continued)

Committed fund balance represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority. It would require action by the same group to remove or change the constraints placed on the resources. The action to constrain resources must occur prior to year-end; however, the amount can be determined in the subsequent period. The Village Board is the decision-making authority that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance.

Assigned fund balance represents amounts constrained by the Village Board for a specific intended purpose. Intent can be expressed by the Village Board or by its designee. The Board designates the Finance Committee as authorized to assign fund balance to a specific purpose. Assigned fund balance in all other governmental funds represents any positive remaining amount after classifying nonspendable, restricted or committed fund balance.

Unassigned fund balance represents amounts not classified as nonspendable, restricted, committed or assigned. The general fund is the only fund that would report a positive amount in the unassigned fund balance.

The Village, unless otherwise required by law or agreements, spends funds in the following order: restricted first, then committed, then assigned, and lastly unassigned.

Use of Estimates

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 may differ from these estimates.

Note 2 – Cash

The Village is authorized to invest its funds in accordance with Wisconsin Statutes. Allowable investments are as follows:

- Time deposits in any credit union, bank, savings bank or trust company maturity in three years or less.
- Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, local professional baseball park district, local professional football stadium district, local cultural arts district or by the University of Wisconsin Hospitals and Clinics Authority.
- Bonds or securities guaranteed by the federal government.
- The Local Government Pooled Investment Fund and the Wisconsin Investment Trust.
- Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
- Securities of an open end management investment company or investment trust, subject to various conditions and investment options.
- Repurchase agreements with public depositories, with certain conditions.

Additional restrictions could arise from local charters, ordinances, resolutions and grant regulations of the Village.

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 2 – Cash (Continued)

At December 31, 2019, the Village's bank balance of cash was \$1,819,713. The Village maintains its cash accounts at two financial institutions. Custodial credit risk for deposits is the risk that in the event of a bank failure, the Village's deposits may not be returned. The Village's deposits were either insured by the FDIC or collateralized with securities held by the pledging institution in the Village's name. The remaining balance as disclosed below, of \$954,477 was considered uninsured and uncollateralized as of December 31, 2019. The Village does not have a deposit policy for custodial credit risk.

All of the cash balances are held in insured institutions and are insured by the National Credit Union Association (NCUA) for up to \$250,000 for time and demand accounts, while the Federal Deposit Insurance Corporation (FDIC) insures time and demand accounts each up to \$250,000.

Any losses caused by failure of public depositories are also covered by the State Deposit Guarantee Fund. The fund provides coverage of \$400,000 in each financial institution above the applicable insurance coverage provided by the FDIC. However, although the fund had reserves available at December 31, 2019, the future availability of resources to cover the losses cannot be projected because provisions of the 1985 Wisconsin Act 25 provided that the amount in the fund will be used to repay public depositors for losses until the appropriation is exhausted, at which time the fund will be abolished; therefore, the State Deposit Guarantee Fund is not considered in covered amounts noted below.

The following represents a summary of deposits as of December 31, 2019:

Fully Insured Deposits	\$	735,236
Collateralized with Securities held by the Pledging of Financial Institution in the Village's Name		130,000
Uninsured		954,477
Total		<u>\$ 1,819,713</u>

For all deposits, the market value at the balance sheet date is substantially the same as the carrying value. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit at December 31, 2019.

Note 3 – Restricted Assets

Restricted assets on December 31, 2019 consisted of cash totaling \$1,593,280 held for the following purposes:

General Fund		
Taxes Received in Advance of Levy Period	\$	220,683
TID 1 & 3 Fund		
Taxes Received in Advance of Levy Period		35,285
TID 4 Fund		
Taxes Received in Advance of Levy Period		31,882
CDBG		
Restricted Cash for Community Development Loans		105,390
Sewer Utility Fund		
Equipment Replacement		292,607
Debt Service		254,283
Water Utility Fund		
Debt Service		118,361
Custodial Fund		
Taxes Received in Advance of Levy Period		534,789
Total Restricted Assets		<u>\$ 1,593,280</u>

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 4 – Interfund Receivables, Payables, and Transfers

Interfund receivables and payables between individual funds of the Village as of December 31, 2019 are detailed below:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>	<u>Purpose</u>
General Fund	Sewer Utility	\$ 341,320	Year End Cash Flow Timing
General Fund	TID 1&3	1,034,969	Year End Cash Flow Timing
TID 1&3	TID 4	399,853	Year End Cash Flow Timing
		<u>\$ 1,776,142</u>	

Interfund transfers between individual funds of the Village during December 31, 2019 are detailed below:

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose</u>
Water Utility	General Fund	\$ 31,335	Property Tax Equivalent
Sewer Utility	General Fund	522	Property Tax Equivalent
		<u>\$ 31,857</u>	

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 5 – Capital Assets

Capital asset activity for the year ended December 31, 2019 was as follows:

Governmental Activities:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Capital Assets not being Depreciated:				
Land	\$ 188,806	\$ -	\$ 1,608	\$ 187,198
Other Capital Assets				
Land Improvements	75,061	-	-	75,061
Buildings and Improvements	653,725	-	-	653,725
Machinery and Equipment	570,149	-	5,200	564,949
Infrastructure	2,336,357	267,591	-	2,603,948
Total Capital Assets being Depreciated	<u>3,635,292</u>	<u>267,591</u>	<u>5,200</u>	<u>3,897,683</u>
Less Accumulated Depreciation for:				
Land Improvements	(73,037)	(159)	-	(73,196)
Buildings and Improvements	(452,372)	(11,285)	-	(463,657)
Machinery and Equipment	(475,318)	(37,002)	(3,033)	(509,287)
Infrastructure	(840,229)	(97,878)	-	(938,107)
Total Accumulated Depreciation	<u>(1,840,956)</u>	<u>(146,324)</u>	<u>(3,033)</u>	<u>(1,984,247)</u>
Total Capital Assets Being Depreciated, Net of Depreciation	<u>1,794,336</u>	<u>121,267</u>	<u>3,775</u>	<u>1,913,436</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 1,983,142</u>	<u>\$ 121,267</u>	<u>\$ 5,383</u>	<u>\$ 2,100,634</u>

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 5 – Capital Assets (Continued)

Business-type Activities	Beginning Balance	Increases	Decreases	Ending Balance
Water Utility				
Capital Assets not being Depreciated:				
Land	\$ 20,784	\$ -	\$ -	\$ 20,784
Assets Being Depreciated				
Source of Supply Plant	268,722	-	-	268,722
Pumping Plant	131,656	15,526	3,882	143,300
Water Treatment Plant	27,702	-	-	27,702
Transmission and Distribution Plant	1,539,179	30,522	1,637	1,568,064
General Plant	40,290	-	-	40,290
Total Capital Assets Being Depreciated	2,007,549	46,048	5,519	2,048,078
Less Accumulated Depreciation For:				
Source of Supply Plant	(172,322)	(6,612)	-	(178,934)
Pumping Plant	(132,593)	(4,907)	(3,882)	(133,618)
Water Treatment Plant	(29,364)	(1,662)	-	(31,026)
Transmission and Distribution Plant	(582,499)	(27,759)	(1,637)	(608,621)
General Plant	(15,639)	(3,209)	-	(18,848)
Total Accumulated Depreciation	(932,417)	(44,149)	(5,519)	(971,047)
Total Water Capital Assets Being Depreciated, Net of Depreciation	1,075,132	1,899	-	1,077,031
Total Water Capital Assets, Net of Depreciation	1,095,916	1,899	-	1,097,815
Sewer Utility				
Capital Assets not being Depreciated:				
Land	1,500	-	-	1,500
Assets Being Depreciated				
Treatment and Disposal Plant	3,581,823	-	-	3,581,823
Collecting System	1,460,074	-	-	1,460,074
Total Capital Assets Being Depreciated	5,041,897	-	-	5,041,897
Less Accumulated Depreciation For:				
Treatment and Disposal Plant	(1,902,472)	(71,636)	-	(1,974,108)
Collecting System	(603,754)	(29,202)	-	(632,956)
Total Accumulated Depreciation	(2,506,226)	(100,838)	-	(2,607,064)
Total Sewer Capital Assets Being Depreciated, Net of Depreciation	2,535,671	(100,838)	-	2,434,833
Total Sewer Capital Assets, Net of Depreciation	2,537,171	(100,838)	-	2,436,333
Business-Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 3,633,087	\$ (98,939)	\$ -	\$ 3,534,148

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 5 – Capital Assets (Continued)

Depreciation expense was charged to functions of the Village as follows:

Governmental Activities:	
General Government	\$ 10,294
Public Safety	9,751
Public Works	121,961
Culture and Recreation	4,318
Total Depreciation Expense - Governmental Activities	\$ 146,324
Business-Type Activities:	
Water Depreciation Charged to Accumulated Depreciation	\$ 44,149
Less: Share of Meter Depreciation	(1,897)
Water Depreciation Expense	\$ 42,252
Sewer Depreciation Charged to Accumulated Depreciation	\$ 100,838
Plus: Share of Meter Depreciation	1,897
Sewer Depreciation Expense	\$ 102,735
Total Business-Type Activities Depreciation Expense	\$ 144,987

Note 6 – Fund Equity

Government-Wide Statements

Net position reported on the government-wide statement of net position at December 31, 2019 includes the following:

	Governmental Activities	Business-Type Activities	Total
Net Investment in Capital Assets			
Net Capital Assets	\$ 2,100,634	\$ 3,534,148	\$ 5,634,782
Plus: Unamortized Loss on Refunding	-	16,944	16,944
Less: Related Long-Term Debt Outstanding	265,000	628,332	893,332
Net Investment in Capital Assets	1,835,634	2,922,760	4,758,394
Restricted for:			
Equipment Replacement	-	292,607	292,607
Debt Retirement	-	372,644	372,644
CDBG Future Housing Loans	178,162	-	178,162
Pension Benefit	7,812	16,452	24,264
Total Restricted	185,974	681,703	867,677
Unrestricted (Deficit)	974,156	(198,556)	775,600
Total Government-Wide Net Position	\$ 2,995,764	\$ 3,405,907	\$ 6,401,671

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 7 – Long-Term Debt Obligations

The following is a summary of changes in long-term obligations of the Village for the year ended December 31, 2019:

	<u>Outstanding 1/1/19</u>	<u>Increases</u>	<u>Decreases</u>	<u>Outstanding 12/31/19</u>	<u>Due Within One Year</u>
Governmental Activities:					
General Obligation Debt					
General Refunding Bonds	\$ 310,000	\$ -	\$ 45,000	\$ 265,000	\$ 45,000
Compensated Absences	7,667	-	377	7,290	1,823
Net Pension Liability	-	61,118 *	39,063	22,055	-
Total Governmental Activities Long-Term Liabilities	<u>\$ 317,667</u>	<u>\$ 61,118</u>	<u>\$ 84,440</u>	<u>\$ 294,345</u>	<u>\$ 46,823</u>
Business-Type Activities:					
General Obligation Debt					
Refunding Bonds	\$ 180,000	\$ -	\$ 60,000	\$ 120,000	\$ 60,000
Promissory Notes	290,000	-	105,000	185,000	60,000
Revenue Bonds	350,447	-	27,115	323,332	27,478
Compensated Absences	6,178	6,974	-	13,152	3,288
Net Pension Liability	-	128,753 *	82,291	46,462	-
Total Business-Type Activities Long-Term Liabilities	<u>\$ 826,625</u>	<u>\$ 135,727</u>	<u>\$ 274,406</u>	<u>\$ 687,946</u>	<u>\$ 150,766</u>

* The net pension liability additions have been adjusted for the beginning net pension asset balance at December 31, 2018.

Total interest paid during the year on long-term debt totaled \$7,910 for governmental activities and \$17,211 for business-type activities.

	<u>Date of Issuance</u>	<u>Final Maturity</u>	<u>Interest Rates</u>	<u>Original Indebtedness</u>	<u>Balance 12/31/19</u>
Governmental Activities					
Long-Term Obligations					
2012 Refunding Bonds	12/01/12	12/01/25	0.7-3.0%	\$ 555,000	<u>\$ 265,000</u>
Business-Type Activities					
Long-Term Obligations					
2012 Promissory Notes	04/04/12	10/01/19	0.85-2.5%	\$ 900,000	\$ 185,000
2010 Revenue Bonds	05/01/11	05/01/30	1.34%	554,860	323,332
2012 Refunding Bonds	12/01/13	12/01/21	0.7-2.2%	510,000	120,000
Total Business-Type Activities Long-Term Obligations					<u>\$ 628,332</u>

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 7 – Long-Term Debt Obligations (Continued)

Debt service requirements to maturity are as follows:

	Governmental Activities		Business-Type Activities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2020	\$ 45,000	\$ 6,611	\$ 147,478	\$ 16,748	\$ 192,478	\$ 23,359
2021	50,000	5,168	147,846	12,678	197,846	17,846
2022	50,000	5,100	93,219	9,158	143,219	14,258
2023	50,000	3,600	28,597	4,456	78,597	8,056
2024	35,000	2,100	28,980	3,019	63,980	5,119
2025-2029	35,000	1,050	150,825	9,207	185,825	10,257
2030-2031	-	-	31,387	838	31,387	838
	<u>\$ 265,000</u>	<u>\$ 23,629</u>	<u>\$ 628,332</u>	<u>\$ 56,104</u>	<u>\$ 893,332</u>	<u>\$ 79,733</u>

The 2019 equalized valuation of the Village as certified by the Wisconsin Department of Revenue is \$80,440,700. The legal debt limit and margin of indebtedness as of December 31, 2019, in accordance with Wisconsin Statutes follows:

Debt Limit (5% of \$80,440,700)	\$ 4,022,035
Deduct Long-Term Debt Applicable to Debt Margin	<u>570,000</u>
Remaining Margin of Indebtedness Available	<u>\$ 3,452,035</u>

Note 8 – Defined Benefit Pension Plan

General Information about the Pension Plan

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

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

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

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 8 – Defined Benefit Pension Plan (Continued)

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 December 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.

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

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2008	6.6%	0%
2009	(2.1)	(42)
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)
2017	2.0	4
2018	2.4	17

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

During the reporting period, the WRS recognized \$21,666 in contributions from the Village.

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 8 – Defined Benefit Pension Plan (Continued)

Contributions (Continued)

Contribution rates as of December 31, 2019 are:

Employee Category	Employee	Employer
General (including teachers)	6.7%	6.7%
Protective with Social Security	6.7%	10.7%
Protective without Social Security	6.7%	14.9%

Pension Liability, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pension

At December 31, 2019, the Village reported a liability of \$68,517 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017 rolled forward to December 31, 2018. 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 was based on the Village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2019, the Village's proportion was 0.00192590%, which was an increase of 0.00010797% from its proportion of 0.00181793% measured as of December 31, 2018.

For the year ended December 31, 2019, the Village recognized pension expense of \$46,288.

At December 31, 2019, the Village reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences	\$ 53,365	\$ 94,329
Changes in assumptions	11,549	-
Net differences between projected and actual earnings on pension plan investments	100,065	-
Changes in proportion and differences between employer contributions and proportionate share	1,526	1,061
Employer contributions subsequent to the measurement date	21,666	-
Total	\$ 188,171	\$ 95,390

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 8 – Defined Benefit Pension Plan (Continued)

Pension Liability, Pension Expense, and Deferred Outflows and Inflows of Resources Related to Pension (Continued)

The \$21,666 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as an adjustment of the net pension liability in the year ending December 31, 2020. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Years ending December 31,	Net Deferred Outflows of Resources
2020	\$ 25,936
2021	6,700
2022	11,256
2023	27,223
	\$ 71,115

Actuarial Assumptions. The total pension liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2017
Measurement Date of Net Pension Liability (Asset)	December 31, 2018
Actuarial Cost Method:	Entry Age
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. Based on this experience study, actuarial assumptions used to measure the total pension liability changed from prior year, including the discount rate, long-term expected rate of return, post-retirement adjustment, wage inflation rate, mortality and separation rates. The total pension liability for December 31, 2018 is based upon a roll-forward of the liability calculated from the December 31, 2017 actuarial valuation.

VILLAGE OF EDGAR
Notes to Financial Statements
December 31, 2019

Note 8 – Defined Benefit Pension 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 are summarized in the following table:

Core Fund Asset Class	Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
Global Equities	50	8.1	5.5
Fixed Income	24.5	4.0	1.5
Inflation Sensitive Assets	15.5	3.8	1.3
Real Estate	9	6.5	3.9
Private Equity/Debt	8	9.4	6.7
Multi-Asset	4	6.7	4.1
Total Core Fund	110	7.3	4.7
Variable Fund Asset Class			
U.S. Equities	70	7.6	5.0
International Equities	30	8.5	5.9
Total Variable Fund	100	8.0	5.4

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.5%
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, as opposed to a discount rate of 7.20% for the 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 3.71%. 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.

Sensitivity of the Village's proportionate share of the net pension liability 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)	\$ 272,295	\$ 68,517	\$ (83,007)

Note 8 – Defined Benefit Pension Plan (Continued)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at <http://etf.wi.gov/publications/cafr.htm>.

Payables to the Pension Plan

The Village is required to remit the monthly required contribution for both the employee and Village portions by the last day of the following month. All amounts due to WRS were paid as of December 31, 2019.

Note 9 – Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employee health claims; unemployment compensation claims; and environmental damage for which the Village purchases commercial insurance. There has been no reduction in insurance coverage from the prior year. Insurance settlements for claims resulting from the risks covered by commercial insurance have not exceeded the insurance coverage in the past three years.

Note 10 – Contingencies

From time to time the Village is involved in legal actions and claims, most of which normally occur in governmental operations. In the opinion of Village management, these issues, and any other proceedings known to exist at December 31, 2019, are not likely to have a material adverse impact on the Village's financial position.

Note 11 – Community Development Block Grants

The Village has \$72,772 outstanding at December 31, 2019 in revolving loans from the Community Development Block Grant Program. These housing rehabilitation loans will be collected at the time the mortgaged properties are sold or upon the death of the owner and will be loaned again to other eligible individuals. Therefore, this amount is reported as unavailable revenue in the governmental funds.

Note 12 – Subsequent Events

The Village's operations may be affected by the recent outbreak of COVID-19 which was declared a pandemic. The ultimate disruption which may be caused by the outbreak is uncertain and the related financial impact and duration cannot be reasonably estimated.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF EDGAR
Schedule of Employer's Proportionate Share of the Net Pension Liability (Asset)
Wisconsin Retirement System
Last 10 Fiscal Years*

WRS Fiscal Year End Date (Measurement Date)	Village's Proportion of the Net Pension Asset/Liability	Village's Proportionate Share of the Net Pension (Asset)/Liability	Village's Covered Payroll	Village's Proportionate Share of the Net Pension Asset/Liability as a percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
12/31/2018	0.00192590%	\$ 68,517	\$ 276,406	24.79%	96.45%
12/31/2017	0.00181793%	(53,975)	261,071	-20.67%	102.93%
12/31/2016	0.00118224%	15,021	249,126	6.03%	99.12%
12/31/2015	0.00183928%	29,888	216,529	13.80%	98.20%
12/31/2014	0.00193754%	(47,591)	257,375	-18.49%	102.74%

Schedule of Employer Contributions
Wisconsin Retirement System
Last 10 Fiscal Years*

Village Year End Date	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
12/31/2019	\$ 21,666	\$ 21,666	\$ -	\$ 316,069	6.85%
12/31/2018	19,493	19,493	-	276,406	7.05%
12/31/2017	19,543	19,543	-	261,071	7.49%
12/31/2016	17,755	17,755	-	249,126	7.13%
12/31/2015	15,966	15,966	-	216,529	7.37%

*The amounts presented for each year were determined as of the calendar year-end from the prior calendar year. Ten years of data will be accumulated beginning with 2015.

VILLAGE OF EDGAR

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

General Fund

For the Year Ended December 31, 2019

	Original & Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Taxes	\$ 367,484	\$ 358,406	\$ (9,078)
Intergovernmental	449,000	447,424	(1,576)
Licenses and Permits	3,200	4,544	1,344
Public Charges for Services	90,896	109,002	18,106
Miscellaneous	62,995	32,022	(30,973)
Total Revenues	<u>973,575</u>	<u>951,398</u>	<u>(22,177)</u>
EXPENDITURES			
General Government	159,036	148,905	10,131
Public Safety	190,520	195,696	(5,176)
Public Works	269,470	251,668	17,802
Culture and Recreation	40,706	50,220	(9,514)
Capital Outlay	343,843	267,591	76,252
Total Expenditures	<u>1,003,575</u>	<u>914,080</u>	<u>89,495</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(30,000)</u>	<u>37,318</u>	<u>67,318</u>
OTHER FINANCING SOURCES			
Transfer In	30,000	31,857	1,857
NET CHANGE IN FUND BALANCE	-	69,175	(69,175)
FUND BALANCE - BEGINNING	<u>1,893,243</u>	<u>1,893,243</u>	<u>-</u>
FUND BALANCE - ENDING	<u>\$ 1,893,243</u>	<u>\$ 1,962,418</u>	<u>\$ (69,175)</u>

VILLAGE OF EDGAR
Notes to Required Supplementary Information
For the Year Ended December 31, 2019

Budgetary Process

The Village follows these procedures in establishing the budgetary data:

- During October, Village management submits to the Village Board a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them. After submission to the governing body, public hearings are held to obtain taxpayer comments. Following the public hearings, the proposed budget, including authorized additions and deletions, is legally enacted by Village Board action.
- Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for the general fund. The CDBG fund is not budgeted. The budget is defined as the originally approved budget plus or minus approved amendments. There were no amendments during the year. Budget appropriations not expended during the year are closed to fund balance unless authorized by the governing body to be forwarded into the succeeding year's budget.
- During the year, formal budgetary integration is employed as a management control device for the general fund and special revenue funds.
- Expenditures may not exceed appropriations provided in detailed budget accounts maintained for each activity or department of the Village. Amendments to the budget during the year require initial approval by management and are subsequently authorized by the Village Board.

Excess of Actual Expenditures Over Budget in Individual Funds

The following functions had an excess of actual expenditures over budget for the year ended December 31, 2019:

General Fund	
Public Safety	\$ 5,176
Culture and Recreation	9,514

Defined Benefit Pension Plan

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

Changes of assumptions. Actuarial assumptions are based upon an experience study conducted in 2018 using experience from 2015 – 2017. Based on the experience study conducted in 2018, actuarial assumptions used to develop the total pension liability changed, including the discount rate, long-term expected rate of return, post-retirement adjustment, wage inflation rate, mortality and separation rates.

SUPPLEMENTARY INFORMATION

VILLAGE OF EDGAR
Schedule of Operating Revenues and Expenses
Water and Sewer Utility
For the Year Ended December 31, 2019

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
OPERATING REVENUES			
Residential	\$ 102,868	\$ 215,637	\$ 318,505
Commercial	42,271	103,446	145,717
Public Authorities	3,522	11,564	15,086
Industrial	212	-	212
Public Fire Protection	89,599	-	89,599
Other Operating Revenue	1,861	104,637	106,498
Total Sales of Water	<u>240,333</u>	<u>435,284</u>	<u>675,617</u>
OPERATING EXPENSES			
Salaries and Wages	123,770	134,337	258,107
Power and Fuel	14,980	33,148	48,128
Supplies and Repairs	23,980	107,460	131,440
Transportation	831	223	1,054
Depreciation	42,252	102,735	144,987
Office Supplies	2,112	4,677	6,789
Insurance	3,362	9,778	13,140
Professional Services	-	32,445	32,445
Miscellaneous Expenses	695	12,086	12,781
Total Operating Expenses	<u>211,982</u>	<u>436,889</u>	<u>648,871</u>
OPERATING INCOME (LOSS)	<u>28,351</u>	<u>(1,605)</u>	<u>26,746</u>
NON-OPERATING REVENUE (EXPENSE)			
Interest Income	2,087	4,763	6,850
Interest Expense	(1,757)	(24,329)	(26,086)
Total Non-Operating Revenue (Expense)	<u>330</u>	<u>(19,566)</u>	<u>(19,236)</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS			
	28,681	- (21,171)	- 7,510
TRANSFERS OUT	(31,335)	(522)	(31,857)
CAPITAL CONTRIBUTIONS	13,933	-	13,933
CHANGE IN NET POSITION	<u>\$ 11,279</u>	<u>\$ (21,693)</u>	<u>\$ (10,414)</u>

VILLAGE OF EDGAR

Schedule of Detailed Budgetary Revenues and Other Financing Source Comparison

General Fund

For the Year Ended December 31, 2019

	Original & Final Budget	Actual	Variance
TAXES			
General Property Taxes	\$ 367,484	\$ 358,406	\$ (9,078)
INTERGOVERNMENTAL			
Shared Revenues	327,196	327,196	-
General Highway Aids	77,704	111,708	34,004
County Bridge Aid	4,000	600	(3,400)
Computer Aid	1,100	2,820	1,720
Recycling Grant	5,000	5,100	100
Squad Reserve Fund	34,000	-	(34,000)
Total Intergovernmental	449,000	447,424	(1,576)
REGULATION AND COMPLIANCE			
Fire Insurance Inspection	3,200	3,744	544
Police Training Reimbursement	-	800	800
Total Licenses and Permits	3,200	4,544	1,344
PUBLIC CHARGES FOR SERVICES			
Liquor and Malt Beverage Licenses	2,950	3,141	191
Cigarette Licenses	35	60	25
Dog and Cat Licenses	135	342	207
Building and Zoning Permits	250	1,545	1,295
Cable TV License Fees	8,626	9,200	574
Fines and Fees	1,500	7,378	5,878
Village Office Services	650	-	(650)
Sidewalk Replacement	1,500	-	(1,500)
Park and Hall Use	5,600	5,711	111
Tower Antenna Rental	28,350	20,250	(8,100)
Street Department Services	1,000	-	(1,000)
Police Department Services	800	-	(800)
Garbage Fees	39,500	61,375	21,875
Total Public Charges for Services	90,896	109,002	18,106
MISCELLANEOUS			
Miscellaneous General Revenue	62,535	15,912	(46,623)
Interest Income	460	16,110	15,650
Total Miscellaneous	62,995	32,022	(30,973)
Total Revenues	973,575	951,398	(22,177)
OTHER FINANCING SOURCE			
Transfers In	30,000	31,857	1,857
TOTAL REVENUES AND OTHER FINANCING SOURCE	\$ 1,003,575	\$ 983,255	\$ (20,320)

VILLAGE OF EDGAR
Schedule of Detailed Budgetary Expenditures Comparison
General Fund
For the Year Ended December 31, 2019

EXPENDITURES	Original & Final Budget	Actual	Variance
GENERAL GOVERNMENT			
Salaries and Wages	\$ 83,178	\$ 80,178	\$ 3,000
Insurance	5,958	4,390	1,568
Professional Services	34,800	14,497	20,303
Supplies	25,100	16,199	8,901
Utilities	8,000	6,088	1,912
Maintenance and Repairs	2,000	27,553	(25,553)
Total General Government	<u>159,036</u>	<u>148,905</u>	<u>10,131</u>
PUBLIC SAFETY			
Salaries and Wages	83,176	83,980	(804)
Insurance	3,093	3,534	(441)
Supplies	6,600	11,947	(5,347)
Professional Services	3,000	-	3,000
Fire Department	89,151	90,190	(1,039)
Equipment	4,500	6,045	(1,545)
Miscellaneous	1,000	-	1,000
Total Public Safety	<u>190,520</u>	<u>195,696</u>	<u>(5,176)</u>
PUBLIC WORKS			
Salaries and Wages	73,779	94,308	(20,529)
Insurance	8,023	7,054	969
Professional Services	52,000	65,205	(13,205)
Supplies	25,000	20,362	4,638
Utilities	43,000	38,884	4,116
Recycling Services	21,968	-	21,968
Maintenance and Repairs	25,000	360	24,640
Equipment	16,200	22,020	(5,820)
Miscellaneous	4,500	3,475	1,025
Total Public Works	<u>269,470</u>	<u>251,668</u>	<u>17,802</u>
CULTURE AND RECREATION			
Salaries	15,825	25,233	(9,408)
Insurance	1,581	2,479	(898)
Professional Services	3,800	1,096	2,704
Supplies	5,000	5,317	(317)
Utilities	6,000	6,469	(469)
Equipment	2,400	3,424	(1,024)
Maintenance and Repairs	6,000	6,202	(202)
Miscellaneous	100	-	100
Total Culture and Recreation	<u>40,706</u>	<u>50,220</u>	<u>(9,514)</u>
CAPITAL OUTLAY			
General Government	25,500	-	25,500
Public Safety	17,780	-	17,780
Public Works	286,420	267,591	18,829
Culture and Recreation	14,143	-	14,143
Total Capital Outlay	<u>343,843</u>	<u>267,591</u>	<u>76,252</u>
TOTAL EXPENDITURES	<u>\$ 1,003,575</u>	<u>\$ 914,080</u>	<u>\$ 89,495</u>