

City of Marshfield, Wisconsin

Comprehensive
ANNUAL REPORT
Financial



Including Auditors' Report
for the fiscal year ended
December 31, 2001

**CITY OF MARSHFIELD, WISCONSIN
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2001**

Prepared by:
Finance Department
Keith R. Strey, Finance Director

**ON THE COVER: NEW RAILWAY UNDERPASS FOR THE REALIGNED OAK AVENUE AND
NEW JACK HACKMAN BASEBALL FIELD**

During 2001, construction was completed on a new railway underpass and roadway to realign Oak avenue. Additionally, construction of the new Jack Hackman field was also completed in 2001. These projects are part of the first phase of Veterans Parkway which will reroute State Highway 13 traffic through the City of Marshfield. Photo by Tom Turchi, City Engineer.

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INTRODUCTORY SECTION

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May 14, 2002

To the Honorable Mayor, members of the Common Council and the Citizens of the City of Marshfield:

The comprehensive annual financial report of the City of Marshfield for the fiscal year ended December 31, 2001, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of my knowledge and belief, the data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds, account groups and the cash flows of the proprietary funds and similar trust funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section, which is unaudited, includes this transmittal letter, a directory of the City's principal elected and appointed officials, and an organizational chart. The financial section includes the general purpose financial statements and the combining, individual fund and account group financial statements and schedules, as well as the independent auditor's report on these financial statements and schedules. The statistical section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

The City of Marshfield is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the U.S. Office of Management and Budget's Circular A-133, and the Wisconsin Department of Administration's *State Single Audit Guidelines*. Information related to this single audit, including a schedule of federal and state financial assistance and the independent auditor's reports on the internal controls and compliance with applicable laws and regulations, is included in the single audit section of this report.

This report includes all funds and account groups of the City of Marshfield. The City provides a full range of services including police and fire protection; sanitation services; construction and maintenance of highways, streets and infrastructure; health services; planning and development; and library, recreational activities and cultural events. Also included are activities of the Board of Water and Light Commissioners, Fire and Police Commission, Library Board, and smaller boards and commissions over which the Common Council exercises, or has the ability to exercise direct administrative authority and/or responsibility.

BACKGROUND/GENERAL INFORMATION

The City of Marshfield was incorporated in 1883, under the provisions of Chapter 280, Laws of Wisconsin, 1883. Marshfield is one of four major cities in the Central Wisconsin area, being located in the exact center of the state. Hence, Marshfield is known as the "City in the Center". The City currently has a land area of 13.3 square miles. It is a city rich in Wisconsin lore, with lumbering, rich farmlands and railroading dominating its earlier history.

The Marshfield Clinic, founded in 1916, is one of the largest rural medical centers and one of the ten largest physician led multispecialty clinics in the United States with over 660 medical specialists serving approximately 1,600,000 patient occurrences in Marshfield and 39 satellite locations in central, northern and western Wisconsin in 2001. Saint Joseph's Hospital, which adjoins the Clinic, is the third largest hospital and the only major rural referral center in Wisconsin. Among Saint Joseph's specialties are oncology and cardiac services. Marshfield Medical Research Foundation has over 200 research projects in process at any time with over 400 additional studies of drug and medical efficacy. These studies provide knowledge to the medical community across the United States and around the world.

The City is governed by an elected mayor and common council under a mayor-council form of government. The Common Council meets in regular session twice monthly and performs the legislative and policy making functions of City government. By statute, the Mayor presides at Council meetings and serves as the Chief Executive Officer. Since 1989, administrative functions of city government have been delegated to a City Administrator who is hired by and reports to the Mayor and Common Council.

Under an organizational plan approved in 1989, the City Administrator is responsible for certain departments including Finance, Information Systems, Public Works, Parks and Recreation, and Planning and Economic Development. The City Administrator annually prepares and presents an executive budget recommendation to the Mayor and Common Council. In 1990, a 5-year Capital Improvement Program (CIP) policy statement was adopted by the Council and a 5-year Capital Improvement Program has been subsequently adopted every year.

With an estimated 2001 population of 18,887, the City has seen a slight decline in population and steady growth in its tax base over the past decade and a half. In the 1990 publication, *The Rating Guide To Life In America's Small Cities*, Marshfield was ranked 14th in America, 3rd in the Midwest and 1st in Wisconsin for its quality of life. Each community was graded on its performance in ten clearly defined classifications: Climate/Environment, Diversions, Economics, Education, Sophistication, Health Care, Housing, Public Safety, Transportation and Urban Proximity. In addition, Marshfield was recently named as the 8th best place to live in America by *Demographics Daily*.

The City employs 202 full-time equivalent employees. The police department has 38 officers and 15 staff employees. Fire protection is provided by the Marshfield Fire and Rescue Department which employs 33 firefighters and one staff employee. The fire insurance rating is class 4.

The City has sixteen elementary and secondary schools, of which nine are public and seven are private. The area is also home to the Mid-State Technical College (offering 1-3 year programs) and the University of Wisconsin Center-Marshfield/Wood County campus (offering several 2-year degree programs and limited 4-year degree programs). Enrollment for the public School District of Marshfield is included in Table 13 which is located in the statistical section of this report.

ECONOMIC CONDITION AND OUTLOOK

The Marshfield family of industries is best described as diversified with 61 manufacturing firms employing 6,867 employees, 14 industrial distribution firms employing 723, 4 transport firms employing 2,219, 26 utility, communication, and printing firms employing 363, and medical service firms employing 6,021.

The largest single industrial employer is Marshfield DoorSystems (formerly Weyerhaeuser Company) with 904 employees or 6% of the 16,193 full-time equivalent employees in all segments of industry and medical service. Medical services provides 37% of Marshfield's total employment, and the Marshfield Clinic is the largest single employer with 3,156 employees.

In addition to Marshfield being a major medical service center, the focus of the manufactured housing industry in the state, and the home for manufactured wood products, the City is also a strong metal-working and machinery center, especially stainless steel products.

Marshfield is known for its dairy food processing, most notably for its cheese. One unique business is Figi's Inc., a mail order cheese, sausage, gift firm which employs over 3,000 during the October-December peak gift period.

The Marshfield-Wood County area economy experienced a slowdown over the past twelve months. Most economic indicators are less positive than what they were twelve months ago. It appears the slowdown in our local economy corresponds to what is happening to the country as a whole. Employment growth was hard to come by in the industrial sectors. Manufacturing, trade, and construction payrolls either contracted or remained unchanged since December 2000. Services and government, however, managed a 1.8% increase in positions. Marshfield's employment index increased by .5%. This suggests the Marshfield area held up well during the national recession.

Public assistance claims on a countywide basis nudged up slightly from 2,676 in 2000 to 2,980 in 2001, an increase of 11.4%. Also, the total number of unemployment claims in Wood County increased from 1230 claims in 2000 to 1314 claims in 2001, an increase of 6.8%.

Marshfield's businesses continued to grow in 2001 with the addition 20 new commercial buildings costing over \$13,793,362. In addition, 83 businesses remodeled and/or expanded existing facilities for a cost of over \$2,887,967. The City also experienced a decrease in residential housing starts from 57 in 2000 to 50 in 2001.

The City should continue to experience increased commercial development as improvements are made to State Highway 13 on the north end of the City and construction of the new Veteran's Parkway (Marshfield Boulevard) continues.

MAJOR INITIATIVES

For the Year. The City's staff, following specific directives of the Common Council and City Administrator, was involved in a variety of projects throughout the year. These projects reflect the City's commitment to ensuring that its citizens are able to live and work in a thriving community.

The City Administration identified several major improvements for 2001 that were needed to meet citizens' requests for services and improve the City's infrastructure to strengthen and safeguard the long-term vitality of the City. Principal among those tasks was the start of construction of Veteran's Parkway (Marshfield Boulevard) Oak Avenue realignment and completion of the City's new wastewater treatment facility and interceptor sewer.

Other projects included over \$2 million of various other street and storm sewer improvements, \$1 million to replace or line deteriorated and cracked sanitary sewer lines, and \$250,000 to purchase heavy equipment for the street division.

For the Future. The City continues as a major player in developing partnerships for creating new economic and community development opportunities. The City annexed land and extended sewer service on the north end of the City to accommodate the relocation of V & H Automotive Sales to this location. Also, the partnership continued with Compass Properties to aid in the development of a multi-million dollar retail and office development to anchor the north end of the City's downtown business district.

A marketing plan was developed and implemented in 2001 for the prepared site for a hotel/conference center located on the south end of the City's downtown business district. The City's cost of financing this project is to be recovered by the additional property taxes generated by the project.

The City is making substantial infrastructure improvements to the Mill Creek Business Park over the next few years to attract additional businesses to the park. Also, in 2001 the City approved creation of the Yellowstone Industrial Park for additional heavy industrial sites in the Southeast part of the City.

FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that : (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

SINGLE AUDIT: As a recipient of federal, state and county financial assistance, the City is also responsible for establishing an adequate internal control structure to ensure compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management, its independent accountants, and audit staffs of the State and federal governments.

SINGLE AUDIT (Continued):

As a part of the City's single audit, described earlier, tests were made to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's single audit for the fiscal year ended December 31, 2001 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

BUDGETARY CONTROLS: The City maintains extensive budgetary controls in order to ensure compliance with legal provisions embodied in the annual appropriated budget adopted by the Common Council. Activities of the general fund, certain special revenue funds, debt service funds and capital projects funds are included in the annual appropriated budget. In addition, project-length financial plans are adopted for most capital projects funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the activity level within each fund. The City does not maintain an encumbrance accounting system.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

GENERAL GOVERNMENT FUNCTIONS: The following schedule presents a summary of general fund, special revenue fund and debt service fund revenues for the fiscal year ended December 31, 2001 and the amount and percentage of increases and decreases in relation to prior year revenues.

<u>Revenues</u>	<u>2001 Amount</u>	<u>Percent Of Total</u>	<u>Increase (Decrease) From 2000</u>	<u>Percentage Increase (Decrease)</u>
Taxes	\$ 8,710,055	43.7%	\$ 461,811	5.6%
Special Assessments	529,137	2.7	(177,630)	(25.1)
Intergovernmental	7,874,637	39.5	48,818	0.6
Licenses and Permits	236,640	1.2	33,974	16.8
Fines, Forfeitures And Penalties	145,582	0.7	(15,861)	(9.8)
Charges for Services	1,345,933	6.7	40,481	3.1
Miscellaneous	<u>1,089,908</u>	<u>5.5</u>	<u>(56,797)</u>	<u>(5.0)</u>
	<u>\$19,931,892</u>	<u>100.0%</u>	<u>\$ 334,796</u>	<u>1.7%</u>

The largest revenue increase (\$461,811) came from tax revenues and was due to increased property tax collections. Special assessment revenues decreased (\$177,630) largely due to the relatively large increase in 2000 for assessments collected for the infrastructure improvements necessary for the large commercial developments of Wal-Mart and Menards on the northern end of the City. Licenses and permit fees increased (\$33,974) due to additional collections for both types of fees. Charges for services increased (\$40,481) because of various revenues collected for Law Enforcement programs. Fines, forfeitures and penalties decreased (\$15,861) due to lower volume of fines collected. Miscellaneous revenues decreased (\$56,797) because of reduced interest earnings.

GENERAL GOVERNMENT FUNCTIONS (Continued):

The following schedule presents a summary of general fund, special revenue fund and debt service fund expenditures for the fiscal year ended December 31, 2001 and the percentage of increases and decreases in relation to prior year amounts.

<u>Expenditures</u>	<u>2001 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from 2000</u>	<u>Percentage Increase (Decrease)</u>
Current:				
General Government	\$ 2,173,182	10.8%	\$ (6,829)	(0.3%)
Public Safety	7,071,984	35.1	600,541	9.3
Public Works	4,554,930	22.6	(93,815)	(2.0)
Health & Human Services	122,510	0.6	8,197	7.2
Recreation & Education	2,512,465	12.5	155,648	6.6
Conservation & Development	401,862	2.0	33,001	8.9
Capital Outlay	281,023	1.4	(260,612)	(48.1)
Debt Service:				
Principal	2,084,572	10.3	551,981	36.0
Interest/Fiscal Charges	952,866	4.7	132,064	16.1
	<u>\$20,155,394</u>	100.0%	<u>1,120,176</u>	5.9%

The large increase in public safety (\$600,541) is due to increased personnel costs and the special Law Enforcement program that was offset by additional grant revenue. The decrease in public works (\$93,815) is due to decreased highway and street maintenance expenditures. The decrease in general government (\$6,829) is generally due to a relatively equal level of expenditures. Conservation and development increased (\$33,001) primarily because the Planning and Economic Development Department added a second position which was filled in June 2001. Health and human services increased (\$8,197) because the cemetery had non-recurring capital purchases. Recreation and education increased (\$155,648) because of increased personnel costs and improvements at recreation facilities.

The large increases for principal (\$551,981) and interest (\$132,064) were due to the City's increased debt obligations over the past few years to fund several major projects. Capital outlay decreased (\$260,240) due to a continued emphasis on shifting capital expenditures from the general fund to capital project funds when appropriate.

GENERAL FUND BALANCE: The unreserved fund balance of the general fund increased by 0.7% or \$49,465 in 2001. The undesignated portion of unreserved general fund equity increased by \$7,968, or 0.1%, as a result of the increase in overall fund balance. The designated portion of unreserved general fund equity increased by \$41,497 or 8.2%.

ENTERPRISE OPERATIONS: For 2001, the City's enterprise operations are comprised of two separate and distinct activities: a joint Water and Electric Utility and a Wastewater Utility. In 2002, a third will start with the creation of an Emergency Medical Service (Ambulance) enterprise.

RETIREMENT PROGRAM: All eligible City of Marshfield employees participate in the Wisconsin Retirement System (System), a cost-sharing, multiple-employer, defined benefit public employee retirement system (PERS). The payroll for employees covered by the System for the year ended December 31, 2001 was \$10,057,366; the employer's total payroll was \$10,651,967. Additional information is provided in Note 5 in the financial section of this report.

DEBT ADMINISTRATION: As of December 31, 2001, the City had 26 debt issues outstanding. These issues included \$20,847,476 of general obligation bonds, notes and land contracts and \$26,288,824 of mortgage revenue bonds payable. The City has continually maintained its "Aa" rating from Moody's Investors Service on general obligation debt issues and its electric mortgage revenue bond issues and an "A" rating on its water mortgage revenue bond issues. Under Wisconsin statutes, general obligation debt is subject to a legal limitation based on 5% of total equalized value of real and personal property. As of December 31, 2001, the City's net general obligation debt of \$20,805,138 was well below the legal limit of \$39,190,375. Net bonded debt per capital equaled \$1,102. The City adheres to an aggressive repayment policy and uses capital financing to augment a "pay as you go" philosophy.

During the year, the City issued \$3,615,000 of general obligation notes to fund various capital projects and equipment purchases. The City also issued additional mortgage revenue bonds of \$6,295,593 for costs associated with construction of a new wastewater treatment plant and related interceptor sewer.

CASH MANAGEMENT: Cash temporarily idle during the year was invested in demand deposits, government agencies, corporate bonds, and the State of Wisconsin Local Government Investment Pool. The average yield on investments ranged from 2.04% to 7.0%. The City and its proprietary funds earned interest revenue of \$750,279 on all investments for the year ended December 31, 2001.

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, it is the City's policy that deposits are either insured by federal depository insurance or collateralized. For brief periods of time certain amounts were not collateralized pending transfer to the State of Wisconsin Local Government Investment Pool. All collateral on deposits was held either by the City, our agent or a financial institution's trust department in the City's name.

Remaining investments were held in long-term securities in accordance with State Statutes and a new City investment policy adopted in 2001. Since adoption, the City has invested \$6,500,00 in long-term government agency securities of varying maturity dates with interest rates between 6.0% and 7.0% with an emphasis on Safety, Liquidity and Yield on the funds invested.

RISK MANAGEMENT: The City is a member of the League of Wisconsin Municipalities Insurance Plan. This plan provides workers' compensation, casualty, professional liability and errors and omissions coverage tailored specifically for Wisconsin municipalities. The City is also a member of the WI Local Government Property Insurance Fund program for property coverage needs for Wisconsin municipalities.

INDEPENDENT AUDIT

City policy is in accordance with local, state and federal requirements to provide for an annual audit by independent Certified Public Accountants. The independent accounting firm of Hawkins, Ash, Baptie & Company was selected by the City. The audit is to be performed in accordance with generally accepted auditing standards, the standards set forth for financial audits in the U.S. General Accounting Office's (GAO) Governmental Auditing Standards (1994), the provisions of the Federal Single Audit Act of 1984 and U.S. Office of Management and Budget (OMB) Circular A-133, and the Wisconsin Department of

Administration's *State Single Audit Guidelines*. The auditor's report on the general purpose financial statements, footnotes, combining and individual fund and account group financial statements and schedules is included in the financial section of this report. The independent auditor's reports related specifically to the single audit are included in the single audit section.

REPORTING ACHIEVEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Marshfield for its comprehensive annual financial report for the fiscal year ended December 31, 2000. This was the seventh consecutive year that the City of Marshfield Finance Department has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

I would like to acknowledge and express my sincere appreciation to the entire staff of the Finance Department. Their valuable assistance played a crucial role in the preparation of this comprehensive annual financial report through their efficient and dedicated service to the City of Marshfield.

I would also like to thank our independent auditors, Hawkins, Ash, Baptie & Company for their assistance and professional input, which contributed significantly to the report quality and adherence to professional accounting standards. Their experience and expertise was extremely valuable during this period of transition for the Finance department.

Finally, I would like to acknowledge the City Administrator, City departments and all others who assisted and contributed to its preparation. Without their support, preparation of this report would not have been possible.

Respectfully submitted,



Keith R. Strey, CPA
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Marshfield,
Wisconsin

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2000

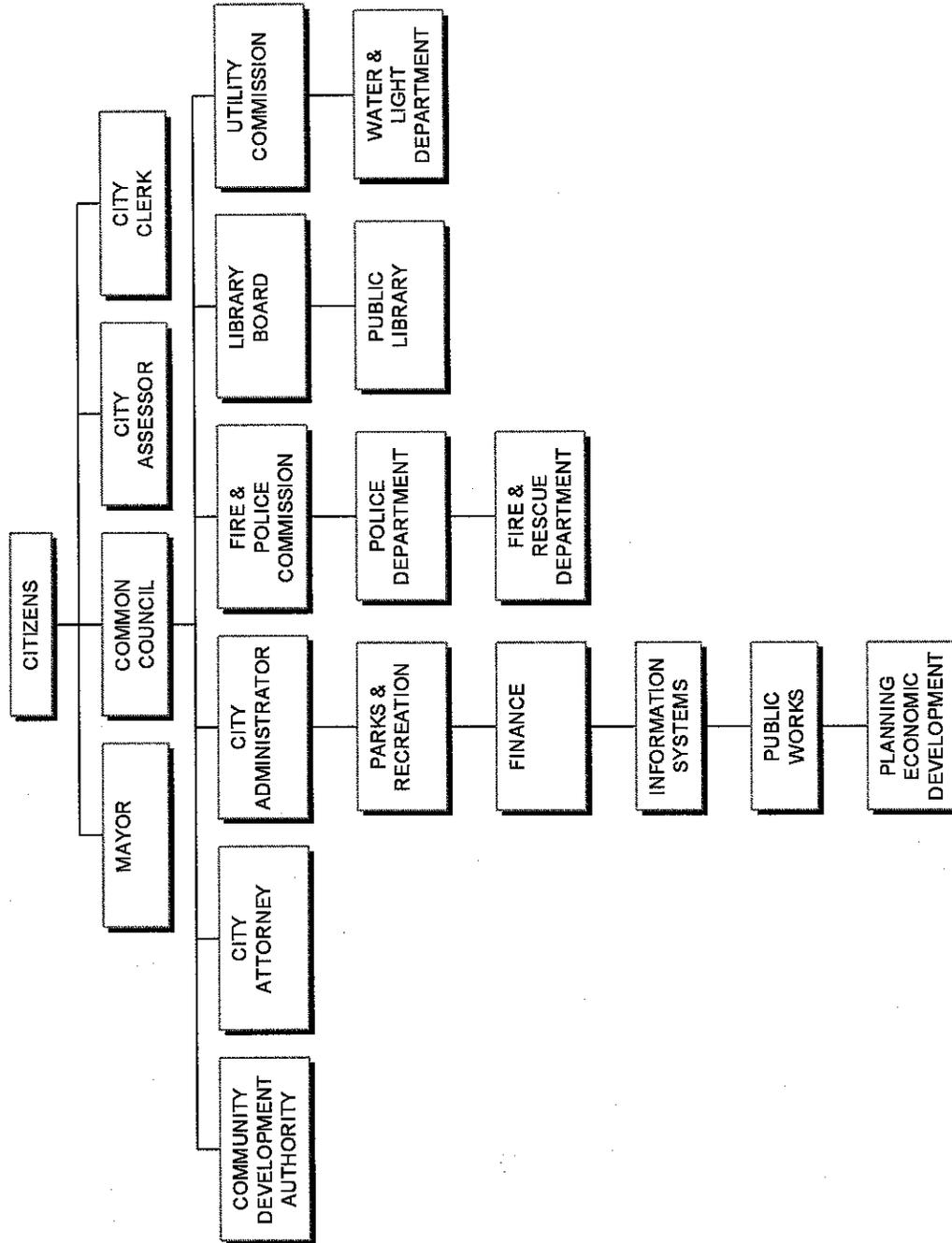
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Thomas A. Drew
President

Jeffrey L. Esler
Executive Director

CITY OF MARSHFIELD ORGANIZATION CHART



CITY OF MARSHFIELD, WISCONSIN
List of Principal Officials – 2001

ELECTED

Mayor.....Chris Jockheck
Common Council President.....Jerry Bennington, Sr.
City Clerk.....Deb Hall
City Assessor.....Joan Spencer
Municipal Judge.....John Adam Kruse

District	Aldersperson:
First	Michael Feirer
Second	Brad Parks
Third	Gerald Nelson
Fourth	H. Nathan Norberg
Fifth	Jerry Bennington, Sr.
Sixth	Russell Stauber
Seventh	Michael Meyers
Eighth	Ray Gougeon
Ninth	Tom Buttke
Tenth	Edward Beaudry, Jr.

APPOINTED

Administrator.....Michael F. Brehm
City Attorney.....Dennis J. Juncer
Finance Director.....Keith R. Strey
Assistant Finance Director.....Vacant
Human Resources Specialist.....Lara Baehr
Information Systems Director.....John Beck
Police Chief.....Joseph Stroik
Fire Chief.....Gregg Cleveland
Director of Public Works.....Daniel Knoeck
City Engineer.....Thomas Turchi
Library Director.....Dale Bartkowiak
Parks and Recreation Director.....Edward Englehart

FINANCIAL SECTION



Hawkins, Ash, Baptie & Company, LLP

Certified Public Accountants ◆ *Management Consultants*

INDEPENDENT AUDITORS' REPORT

To the Common Council
City of Marshfield, Wisconsin

We have audited the accompanying general purpose financial statements of the City of Marshfield, Wisconsin as of December 31, 2001 and for the year then ended, as identified in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Marshfield, Wisconsin as of December 31, 2001, and the results of its operations and cash flows of its proprietary and similar trust, fund types for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

As described in Note III(II) to the general purpose financial statements, the City adopted the provisions of Government Accounting Standards Board Statements No. 33, Accounting and Financial Reporting for Nonexchange Transactions, as of July 1, 2001. This results in a change to the City's method of accounting for certain nonexchange revenue and a change in the format and content of the general purpose financial statements.

In accordance with Government Auditing Standards, we have also issued a report dated April 4, 2002, on our consideration of the City of Marshfield, Wisconsin's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements identified in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Marshfield, Wisconsin. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and State Single Audit Guidelines, issued by the Wisconsin Department of Administration, and is also not a required part of the general purpose financial statements of the City of Marshfield. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

The financial and statistical data included in the "Introductory" and "Statistical" sections as listed in the table on contents has not been audited by us and, accordingly we express no opinion on such data.

Hawkins, Ash, Baptie & Company, LLP

Your Success is our Destination

Marshfield, Wisconsin
April 4, 2002



Hawkins, Ash, Baptie & Company, LLP

Certified Public Accountants ◆ *Management Consultants*

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

We have audited the general purpose financial statements of the City of Marshfield, Wisconsin, as of and for the year ended December 31, 2001, and have issued our report thereon dated April 4, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards Applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States,

Compliance

As part of obtaining reasonable assurance about whether the City's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee and management and is not intended to be and should not be used by anyone other than those specified parties.

Hawkins, Ash, Baptie & Company, LLP

Marshfield,
Wisconsin April 4
2002

Your Success is our Destination

**GENERAL
PURPOSE FINANCIAL
STATEMENTS**

CITY OF MARSHFIELD, WISCONSIN
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS
 DECEMBER 31, 2001

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
ASSETS AND OTHER DEBITS				
ASSETS				
Cash and investments	\$ 6,415,312	\$ 2,208,497	\$ 210,519	\$ 2,762,509
Investments	-	-	-	-
Receivables				
Taxes	11,242	-	-	-
Accounts	406,068	-	-	-
Special assessments	1,203,178	-	-	-
Loans	-	1,234,092	-	-
Other receivables	-	6,342	-	24,562
Due from other governments	11,506	97,371	-	-
Due from other funds	6,261,260	35,100	2,724,429	1,040,676
Inventory, at cost	-	-	-	-
Restricted assets				
Cash and investments	-	-	-	-
Fixed assets-net of accumulated depreciation	-	-	-	-
Deferred charges	-	-	-	-
Prepaid leases	-	-	-	-
Prepaid items	14,152	4,794	-	-
Long-Term Investments	-	-	-	-
OTHER DEBITS				
Amount available in Debt Service Fund	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	\$ 14,322,718	\$ 3,586,196	\$ 2,934,948	\$ 3,827,747

The accompanying notes are an integral part of these statements

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
ENTERPRISE	INTERNAL SERVICE	TRUST AND AGENCY	GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS	2001	2000
\$ 1,910,784	\$ 568,032	\$ 6,802,713	\$ -	\$ -	\$ 20,878,367	\$ 21,160,301
-	-	93,583	-	-	93,583	90,468
-	-	15,710,186	-	-	15,721,428	15,139,995
1,691,367	18	-	-	-	2,097,453	2,173,816
-	-	-	-	-	1,203,178	956,128
-	-	-	-	-	1,234,092	872,849
-	-	8,864	-	-	39,768	752,110
58	1,282	-	-	-	110,217	669,335
729,101	3,004	-	-	-	10,793,569	10,382,106
641,596	165,007	-	-	-	806,603	774,091
4,692,632	-	-	-	-	4,692,632	4,965,971
79,383,001	2,810,545	-	27,940,611	-	110,134,157	106,361,640
80,848	-	-	-	-	80,848	311,453
1,182	-	-	-	-	1,182	1,824
21,772	1,300	-	-	-	42,018	154,004
1,607,404	-	-	-	-	1,607,404	-
-	-	-	-	210,519	210,519	207,948
-	-	-	-	23,239,046	23,239,046	21,491,642
\$ 90,759,745	\$ 3,549,188	\$ 22,615,346	\$ 27,940,611	\$ 23,449,565	\$ 192,986,064	\$ 186,465,681

Continued on page 22

The accompanying notes are an integral part of these statements

CITY OF MARSHFIELD, WISCONSIN
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS
 DECEMBER 31, 2001

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
LIABILITIES				
Cash Overdraft	\$ -	\$ 13,426	\$ -	\$ 1,749,678
Accounts payable	740,958	33,921	-	98,392
Accrued interest	-	-	-	-
Other accrued expenses	-	-	-	-
Payable from restricted assets	-	-	-	-
Due to				
Other governments	128,538	-	-	185,053
Other funds	77,769	-	-	-
Deferred revenues	6,586,166	62,394	2,724,429	1,007,735
Current portion of debt	-	-	-	-
Accumulated employee benefits	-	-	-	-
Unfunded liability-retirement plan	-	-	-	-
General obligation debt payable	-	-	-	-
Revenue bonds payable	-	-	-	-
TOTAL LIABILITIES	7,533,432	109,741	2,724,429	3,040,858
EQUITY AND OTHER CREDITS				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings				
Reserved for current debt service	-	-	-	-
Reserved for equipment replacement	-	-	-	-
Unreserved	-	-	-	-
Fund balance				
Reserved for endowments	-	-	-	-
Reserved for loans	-	1,234,092	-	-
Reserved for debt service	-	-	210,519	-
Reserved for prepaid items	14,152	4,795	-	-
Unreserved				
Designated	552,451	429,026	-	2,694,528
Undesignated(deficit)	6,222,683	1,808,542	-	(1,907,639)
TOTAL EQUITY(DEFICIT) AND OTHER CREDITS	6,789,286	3,476,455	210,519	786,890
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 14,322,718	\$ 3,586,196	\$ 2,934,948	\$ 3,827,747

The accompanying notes are an integral part of these statements

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
ENTERPRISE	INTERNAL SERVICE	TRUST AND AGENCY	GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS	2001	2000
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,763,104	\$ 2,647,250
1,548,401	45,585	14,773	-	-	2,482,030	2,465,740
13,762	-	-	-	-	13,762	14,289
349,175	11,978	243,472	-	-	604,625	662,844
365,259	-	-	-	-	365,259	533,813
-	-	12,954,632	-	-	13,268,223	12,058,147
1,448,079	1,021	9,266,699	-	-	10,793,568	10,382,106
8,959	-	-	-	-	10,389,683	9,912,588
1,027,490	104,964	-	-	-	1,132,454	1,052,168
-	-	-	-	248,798	248,798	241,182
-	-	-	-	3,357,532	3,357,532	3,235,600
-	899,277	-	-	19,843,235	20,742,512	18,977,049
24,966,334	-	-	-	-	24,966,334	26,284,231
<u>29,727,458</u>	<u>1,062,825</u>	<u>22,479,576</u>	<u>-</u>	<u>23,449,565</u>	<u>90,127,884</u>	<u>88,467,007</u>
-	-	-	27,940,611	-	27,940,611	27,441,328
13,726,204	1,433,602	-	-	-	15,159,806	15,411,662
811,515	-	-	-	-	811,515	1,072,066
3,515,858	1,052,761	-	-	-	4,568,619	4,340,339
42,978,710	-	-	-	-	42,978,710	39,739,894
-	-	135,770	-	-	135,770	131,307
-	-	-	-	-	1,234,092	991,624
-	-	-	-	-	210,519	207,948
-	-	-	-	-	18,947	129,911
-	-	-	-	-	3,676,005	3,782,025
-	-	-	-	-	6,123,586	4,750,570
<u>61,032,287</u>	<u>2,486,363</u>	<u>135,770</u>	<u>27,940,611</u>	<u>-</u>	<u>102,858,180</u>	<u>97,998,674</u>
<u>\$ 90,759,745</u>	<u>\$ 3,549,188</u>	<u>\$ 22,615,346</u>	<u>\$ 27,940,611</u>	<u>\$ 23,449,565</u>	<u>\$ 192,986,064</u>	<u>\$ 186,465,681</u>

The accompanying notes are an integral part of these statements

CITY OF MARSHFIELD, WISCONSIN
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES-ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED DECEMBER 31, 2001

	GOVERNMENTAL FUND TYPES	
	GENERAL	SPECIAL REVENUE
REVENUES		
Taxes	\$ 5,936,827	\$ 250,406
Special assessments	529,137	-
Intergovernmental	7,221,044	623,609
Licences and permits	236,640	-
Fines, forfeits and penalties	145,582	-
Public charges for services	1,002,855	29,694
Intergovernmental charges for services	313,384	-
Miscellaneous	920,552	159,591
TOTAL REVENUES	16,306,021	1,063,300
EXPENDITURES		
Current:		
General government	2,173,183	-
Public safety	6,856,394	215,590
Public works	4,294,176	260,753
Health and human services	122,510	-
Culture, recreation and education	2,348,750	163,715
Conservation and development	317,611	84,250
Capital outlay	238,964	42,058
Debt service		
Principal retirement	-	-
Interest and fiscal charges	-	-
TOTAL EXPENDITURES	16,351,588	766,366
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(45,567)	296,934
OTHER FINANCING SOURCES (USES)		
Proceeds of general obligation debt	-	-
Operating transfers in	32,000	164,956
Operating transfers out	(19,050)	(301,956)
Operating transfers in(out)-proprietary fund	-	388,731
Transfer to nonexpendable trust fund	-	-
Operating transfers in-nonexpendable trust fund	5,637	-
TOTAL OTHER FINANCING SOURCES (USES)	18,587	251,731
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(26,980)	548,665
FUND BALANCES (DEFICITS) AT BEGINNING OF YEAR	6,816,266	2,927,790
	\$ 6,789,286	\$ 3,476,455

The accompanying notes are an integral part of these statements.

GOVERNMENTAL FUND TYPES		TOTALS (MEMORANDUM ONLY)	
DEBT SERVICE	CAPITAL PROJECTS	2001	2000
\$ 2,522,822	\$ 1,533,417	\$ 10,243,472	\$ 9,425,134
-	113,719	642,856	706,767
29,984	-	7,874,637	8,588,342
-	-	236,640	202,666
-	-	145,582	161,443
-	161,396	1,193,945	1,122,502
-	-	313,384	509,444
9,765	12,778	1,102,686	1,283,501
<u>2,562,571</u>	<u>1,821,311</u>	<u>21,753,203</u>	<u>21,999,799</u>
-	14,800	2,187,983	2,180,011
-	-	7,071,984	6,471,443
-	-	4,554,929	4,648,745
-	-	122,510	114,313
-	-	2,512,465	2,356,817
-	25,422	427,283	492,403
-	4,205,682	4,486,704	6,936,785
2,084,571	-	2,084,571	1,532,591
952,866	29,882	982,748	856,154
<u>3,037,437</u>	<u>4,275,786</u>	<u>24,431,177</u>	<u>25,589,262</u>
<u>(474,866)</u>	<u>(2,454,475)</u>	<u>(2,677,974)</u>	<u>(3,589,463)</u>
-	3,684,678	3,684,678	3,206,725
477,437	462,650	1,137,043	743,025
-	(816,037)	(1,137,043)	(743,025)
-	-	388,731	507,644
-	-	5,637	7,997
<u>477,437</u>	<u>3,331,291</u>	<u>4,079,046</u>	<u>3,722,366</u>
2,571	876,816	1,401,072	132,903
207,948	(89,926)	9,862,078	9,729,175
<u>\$ 210,519</u>	<u>\$ 786,890</u>	<u>\$ 11,263,150</u>	<u>\$ 9,862,078</u>

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD, WISCONSIN
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES-BUDGET
 AND ACTUAL-ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED DECEMBER 31, 2001

	GENERAL FUND		VARIANCE- FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes	\$ 5,921,739	\$ 5,936,827	\$ 15,088
Special assessments	577,500	529,137	(48,363)
Intergovernmental	7,132,825	7,221,044	88,219
Licenses and permits	189,200	236,640	47,440
Fines, forfeits and penalties	182,150	145,582	(36,568)
Public charges for services	895,993	1,002,855	106,862
Intergovernmental charges for services	307,172	313,384	6,212
Miscellaneous	1,041,959	920,552	(121,407)
TOTAL REVENUES	<u>16,248,538</u>	<u>16,306,021</u>	<u>57,483</u>
EXPENDITURES			
Current:			
General government	2,420,887	2,173,183	247,704
Public safety	6,906,161	6,856,394	49,767
Public works	4,589,355	4,294,176	295,179
Health and human services	129,513	122,510	7,003
Culture, recreation and education	2,491,346	2,348,750	142,596
Conservation and development	434,157	317,611	116,546
Capital outlay	249,105	238,964	10,141
TOTAL EXPENDITURES	<u>17,220,524</u>	<u>16,351,588</u>	<u>868,936</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(971,986)</u>	<u>(45,567)</u>	<u>926,419</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	32,000	32,000	-
Operating transfers out	(19,050)	(19,050)	-
Transfer from(to) nonexpendable trust fund	6,000	5,637	(363)
TOTAL OTHER FINANCING SOURCES (USES)	<u>18,950</u>	<u>18,587</u>	<u>(363)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(953,036)</u>	<u>(26,980)</u>	<u>926,056</u>
UNBUDGETED FUNDS			
FUND BALANCES AT BEGINNING OF YEAR	6,816,266	6,816,266	-
FUND BALANCES AT END OF YEAR	<u>\$ 5,863,230</u>	<u>\$ 6,789,286</u>	<u>\$ 926,056</u>

Continued on page 27

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD, WISCONSIN
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES-BUDGET
 AND ACTUAL-ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED DECEMBER 31, 2001

	SPECIAL REVENUE FUNDS		
	BUDGET	ACTUAL	VARIANCE- FAVORABLE (UNFAVORABLE)
REVENUES			
Taxes	\$ 210,000	\$ 250,406	\$ 40,406
Intergovernmental	265,000	623,610	358,610
Public charges for services	32,646	29,694	(2,952)
Miscellaneous	125,750	159,590	33,840
TOTAL REVENUES	<u>633,396</u>	<u>1,063,300</u>	<u>429,904</u>
EXPENDITURES			
Current:			
Public safety	23,000	215,590	(192,590)
Public works	265,000	260,753	4,247
Culture, recreation and education	161,090	163,715	(2,625)
Conservation and development	83,946	84,250	(304)
Capital outlay	65,000	42,058	22,942
TOTAL EXPENDITURES	<u>598,036</u>	<u>766,366</u>	<u>(168,330)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>35,360</u>	<u>296,934</u>	<u>261,574</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	119,000	164,956	45,956
Operating transfers out	(256,000)	(301,956)	(45,956)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(35,000)</u>	<u>251,731</u>	<u>286,731</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	360	548,665	548,305
FUND BALANCES AT BEGINNING OF YEAR	<u>2,927,790</u>	<u>2,927,790</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 2,928,150</u>	<u>\$ 3,476,455</u>	<u>\$ 548,305</u>

Continued on page 28

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD, WISCONSIN
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES-BUDGET
 AND ACTUAL-ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED DECEMBER 31, 2001

	DEBT SERVICE FUNDS		
	BUDGET	ACTUAL	VARIANCE- FAVORABLE (UNFAVORABLE)
REVENUES			
Taxes	\$ 2,522,822	\$ 2,522,822	\$ -
Intergovernmental	-	29,984	29,984
Miscellaneous	-	9,765	9,765
TOTAL REVENUES	<u>2,522,822</u>	<u>2,562,571</u>	<u>39,749</u>
EXPENDITURES			
Current:			
Principal retirement	2,084,572	2,084,571	1
Interest and fiscal charges	952,806	952,866	(60)
TOTAL EXPENDITURES	<u>3,037,378</u>	<u>3,037,437</u>	<u>(59)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(514,556)</u>	<u>(474,866)</u>	<u>39,690</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	309,255	477,437	168,182
TOTAL OTHER FINANCING SOURCES (USES)	<u>309,255</u>	<u>477,437</u>	<u>168,182</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(205,301)	2,571	207,872
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	207,948	207,948	-
FUND BALANCE (DEFICIT) AT END OF YEAR	<u>\$ 2,647</u>	<u>\$ 210,519</u>	<u>\$ 207,872</u>

Continued on page 29

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD, WISCONSIN
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES-BUDGET
 AND ACTUAL-ALL GOVERNMENTAL FUND TYPES
 YEAR ENDED DECEMBER 31, 2001

	CAPITAL PROJECT FUNDS		
	BUDGET	ACTUAL	VARIANCE- FAVORABLE (UNFAVORABLE)
REVENUES			
Taxes	\$ 1,530,389	\$ 1,533,417	\$ 3,028
Intergovernmental	260,523	113,719	(146,804)
Public charges for services	-	161,396	161,396
Intergovernmental charges for services	61,000	-	(61,000)
Miscellaneous	550	12,778	12,228
TOTAL REVENUES	<u>1,852,462</u>	<u>1,821,311</u>	<u>(31,152)</u>
EXPENDITURES			
Current:			
General government	-	14,800	(14,800)
Conservation and development	12,817	25,422	(12,605)
Capital outlay	5,254,379	4,205,684	1,048,695
Interest and fiscal charges	59,225	29,882	29,343
TOTAL EXPENDITURES	<u>5,326,421</u>	<u>4,275,788</u>	<u>1,050,633</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(3,473,959)</u>	<u>(2,454,477)</u>	<u>1,019,481</u>
OTHER FINANCING SOURCES (USES)			
Proceeds of general obligation debt	3,813,000	3,684,678	(128,322)
Operating transfers in	462,650	462,650	-
Operating transfers out	(647,855)	(816,037)	(168,182)
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,627,795</u>	<u>3,331,291</u>	<u>(296,504)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	153,836	876,816	722,980
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	(89,926)	(89,926)	-
FUND BALANCE (DEFICIT) AT END OF YEAR	<u>\$ 63,910</u>	<u>\$ 786,890</u>	<u>\$ 722,980</u>

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD, WISCONSIN
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS/FUND BALANCES-
 ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUNDS
 YEAR ENDED DECEMBER 31, 2001

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	TOTAL (MEMORANDUM ONLY)	
	ENTERPRISE	INTERNAL SERVICE	NONEXPENDABLE TRUST	2001	2000
OPERATING REVENUES					
Charges for services	\$ 23,078,689	\$ 1,336,330	\$ -	\$ 24,415,019	\$ 21,549,875
Contributions and other	-	-	4,463	4,463	1,276,983
TOTAL OPERATING REVENUES	<u>23,078,689</u>	<u>1,336,330</u>	<u>4,463</u>	<u>24,419,482</u>	<u>22,826,858</u>
OPERATING EXPENSES					
Operations	12,908,375	832,984	-	13,741,359	13,387,661
Maintenance	1,326,915	-	-	1,326,915	1,306,693
General	1,867,669	28,986	-	1,896,655	1,914,465
Depreciation	2,817,805	391,041	-	3,208,846	2,897,937
Taxes	995,895	-	-	995,895	959,349
TOTAL OPERATING EXPENSES	<u>19,916,659</u>	<u>1,253,011</u>	<u>-</u>	<u>21,169,670</u>	<u>20,466,105</u>
OPERATING INCOME	<u>3,162,030</u>	<u>83,319</u>	<u>4,463</u>	<u>3,249,812</u>	<u>2,360,753</u>
NONOPERATING REVENUES (EXPENSES)					
Intergovernmental revenue	-	-	-	-	91,925
Interest income	488,580	-	5,637	494,217	572,099
Interest and fiscal charges	(904,176)	(42,159)	-	(946,335)	(675,702)
Amortization of debt issue costs	(19,245)	-	-	(19,245)	(11,980)
Gain(Loss) on disposal of fixed assets	(69,748)	28,485	-	(41,263)	(259,769)
Miscellaneous	748	2,869	-	3,617	3,462
Contributions from customers	494,904	-	-	494,904	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(8,938)</u>	<u>(10,805)</u>	<u>5,637</u>	<u>(14,106)</u>	<u>(279,965)</u>
INCOME BEFORE OPERATING TRANSFERS	<u>3,153,092</u>	<u>72,514</u>	<u>10,100</u>	<u>3,235,706</u>	<u>2,080,788</u>
OPERATING TRANSFERS IN (OUT)	<u>(404,202)</u>	<u>-</u>	<u>(5,637)</u>	<u>(409,839)</u>	<u>(515,841)</u>
NET INCOME(LOSS)	<u>2,748,890</u>	<u>72,514</u>	<u>4,463</u>	<u>2,825,867</u>	<u>1,565,147</u>
Add depreciation of fixed assets acquired by grants, externally restricted for capital acquisitions and construction that reduces contributed capital	<u>385,142</u>	<u>-</u>	<u>-</u>	<u>385,142</u>	<u>387,723</u>
INCREASE(DECREASE) IN RETAINED EARNINGS/FUND BALANCE	<u>3,134,032</u>	<u>72,514</u>	<u>4,463</u>	<u>3,211,009</u>	<u>1,952,870</u>
RETAINED EARNINGS/FUND BALANCES AT BEGINNING OF YEAR	<u>44,172,051</u>	<u>980,248</u>	<u>131,307</u>	<u>45,283,606</u>	<u>43,330,736</u>
RETAINED EARNINGS/FUND BALANCES AT END OF YEAR	<u>\$ 47,306,083</u>	<u>\$ 1,052,762</u>	<u>\$ 135,770</u>	<u>\$ 48,494,615</u>	<u>\$ 45,283,606</u>

The accompanying notes are an integral part of these statements

CITY OF MARSHFIELD, WISCONSIN
 COMBINED STATEMENT OF CASH FLOWS-
 ALL PROPRIETARY FUND TYPES AND NONEXPENDABLE TRUST FUNDS
 YEAR ENDED DECEMBER 31, 2001

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	TOTAL (MEMORANDUM ONLY)	
	ENTERPRISE	INTERNAL SERVICE	NONEXPENDABLE TRUST		
				2001	2000
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
CASH FLOWS FROM OPERATING ACTIVITIES					
Net operating income	\$ 3,167,250	\$ 83,319	\$ 4,463	\$ 3,245,032	\$ 2,360,752
Adjustments to reconcile net operating income to net cash provided by operating activities					
Depreciation charged to depreciation expense	2,665,447	391,041	-	3,056,488	2,897,937
Depreciation charged to clearing account	196,115	-	-	196,115	51,824
Amortization of deferred assets	208,685	-	-	208,685	424,797
Miscellaneous receipts	-	2,869	-	2,869	3,287
Charges for Public Benefits Program	196,819	-	-	196,819	-
Changes in assets and liabilities					
(Increase) decrease in current assets					
Accounts receivable	30,546	46	-	30,592	(255,980)
Due from other governments	28,792	906	-	29,698	(30,756)
Due from other funds	(111,270)	983	-	(110,287)	(66,085)
Inventories	(35,602)	3,090	-	(32,512)	114,200
Prepaid expenses	670	351	-	1,021	2,207
Increase (decrease) in current liabilities					
Accounts payable	7,367	(35,162)	-	(27,805)	(397,248)
Due to other governments	-	-	-	-	(1,137)
Due to other funds	122,816	(337)	-	122,479	(63,679)
Other accrued expenses	5,624	251	-	5,875	(153)
NET CASH PROVIDED BY OPERATING ACTIVITIES	6,473,249	447,357	4,463	6,925,069	5,039,956
CASH FLOWS FROM (FOR) NONCAPITAL FINANCING ACTIVITIES					
Intergovernmental revenue	-	-	-	-	-
Operating transfer in (out)	(404,202)	-	(5,637)	(409,839)	(515,641)
CASH FLOWS FOR CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from long-term debt	(250,811)	250,000	-	(811)	5,486,104
Acquisition and construction of fixed assets	(5,786,043)	(584,050)	-	(6,370,093)	(7,437,167)
Cost of retiring fixed assets	(184,990)	28,485	-	(156,505)	(373,926)
Payments for improvement of capital assets	(194,144)	-	-	(194,144)	(19,322)
Principal payments-mortgage revenue bonds	(141,805)	-	-	(141,805)	(135,530)
Principal payments- long-term debt	(1,080,000)	(84,901)	-	(1,164,901)	(494,478)
Interest paid	(900,748)	(42,083)	-	(942,831)	(677,403)
Proceeds from sale of fixed assets	149,039	-	-	149,039	55,576
Contributed capital	499,684	-	-	499,684	321,334
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	(7,889,818)	(432,550)	-	(8,322,368)	(3,274,812)
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of investments	(1,582,943)	-	-	(1,582,943)	-
Interest received	417,023	-	5,637	422,660	566,008
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(2,986,691)	14,807	4,462	(2,967,422)	1,907,436
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR (Including restricted cash)					
	9,530,592	553,225	131,307	10,215,124	8,307,688
CASH AND CASH EQUIVALENTS AT END OF YEAR (Including restricted cash)					
	\$ 6,543,901	\$ 568,032	\$ 135,770	\$ 7,247,702	\$ 10,215,124
Cash and cash equivalents on December 31 are reconciled from the balance sheet as follows:					
Cash	\$ 1,901,825	\$ 568,032	\$ 51,287	\$ 2,521,144	\$ 5,221,338
Investments	-	-	84,483	84,483	81,368
Restricted cash and investments	4,642,076	-	-	4,642,076	4,912,418
	\$ 6,543,901	\$ 568,032	\$ 135,770	\$ 7,247,703	\$ 10,215,124
Other cash and investments	63,064	-	6,076,272	-	-
Total cash and investments	\$ 6,606,965	\$ -	\$ 6,212,042	\$ -	\$ -
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Contributions of fixed assets from others	\$ 499,684	\$ -	\$ -	\$ 499,684	\$ -
Contributions of fixed assets from government	133,287	-	-	133,287	49,235
	\$ 632,971	\$ -	\$ -	\$ 632,971	\$ 49,235

The accompanying notes are an integral part of these statements

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2001

I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City of Marshfield, Wisconsin conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies.

NOTE 1 - Reporting Entity

The City of Marshfield, Wisconsin was incorporated July 16, 1883, under the provisions of Chapter 280, Laws of Wisconsin, 1883. The City operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture, recreation, education, public improvements, planning and zoning, and general administrative services.

The City's general purpose financial statements do not include any component units, as defined in GASB 14, as there are no organizations which meet the criterion.

The basic criterion for including a legally separate organization as a component unit is the degree of financial accountability the City has with the organization. The following circumstances set forth the City's financial accountability for a legally separate organization:

- a. The City 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 impose specific financial burdens on, the City.
- b. The City may be financially accountable if an organization is fiscally dependent on the City regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

NOTE 2 - Basis of Presentation - Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into seven generic fund types and three broad fund categories as follows:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the City. 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 expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

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 (other than those financed by Proprietary Funds and Trust Funds).

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NOTE 2 - Basis of Presentation - Fund Accounting (Continued)

PROPRIETARY FUND TYPES

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises-where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

FIDUCIARY FUNDS

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These include Nonexpendable Trust, and Agency Funds. Nonexpendable Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

FIXED ASSETS AND LONG-TERM LIABILITIES ACCOUNT GROUPS

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, are not capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

Purchased fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NOTE 2 - Basis of Presentation - Fund Accounting (Continued)

Comparative Data - Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statement unduly complex and difficult to read. For comparability, certain 2000 figures have been reclassified where appropriate to conform with the financial statement presentation used in 2001.

Employee Retirement Plan - The City has a retirement plan covering substantially all its employees which is funded through contributions to the Wisconsin Retirement System.

Total Columns on Combined Statements - Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 - Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All Governmental Funds and Agency Funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. The government considers all revenues available if they are collected within 60 days after year end. Property taxes, intergovernmental revenue, rents and interest are susceptible to accrual. Other receipts such as licenses, permits and fines become measurable and available when cash is received by the government and are recognized as revenue at that time.

Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences, claims and judgments and pension costs which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Supplies are charged as expenditures when purchased.

All Proprietary Funds and Nonexpendable Trust Funds are accounted for on an economic resources measurement focus and use the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. The City has elected not to adopt the provisions of GASB 20, paragraph 7 which states that all FASB statements and interpretations issued after November 30, 1989 can be applied to its proprietary funds. Unbilled Electric, Water, and Wastewater Fund utility service receivables are recorded at year end.

NOTE 4 - Budgetary Data

General Policies - The City follows these procedures in establishing the budgetary data reflected in the financial statements:

Annual budgets, as required by state statutes, are adopted on a basis consistent with generally accepted accounting principles for all governmental funds except those noted later (those funds for which multi-year project budgets are approved). Appropriations lapse at year end, except those separately identified as designated for subsequent years' expenditures.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NOTE 4 - Budgetary Data (continued)

In August of each year, all agencies of the City submit requests for appropriations to the City Administrator so that a budget may be prepared. Prior to October 15, the City Administrator submits to the Common Council a proposed operating budget, including capital expenditures, for the fiscal year commencing January 1. The budget includes proposed expenditures and the means of financing them. A public hearing is held in the Common Council chamber to obtain taxpayer comments. Prior to December 1, the budget is legally adopted by the Common Council through the passage of a resolution.

The adopted budget is prepared by fund, function and sub-function (departments, activities or projects) level. The City's department or division heads may make transfers of appropriations within a sub-function upon approval of their respective commissions, boards or committees. Transfers of appropriations between sub-function require the approval of the Common Council. The legal level of budgetary control is the sub-function level. Expenditures cannot legally exceed appropriations at this level without two-thirds Common Council approval to amend the budget. All supplemental appropriations during the year, totaling \$426,386, were properly authorized by the Common Council.

Although there are adopted budgets for the enterprise funds and the internal service fund, budget to actual data is not shown since there is no requirement under generally accepted accounting principles to present budget to actual comparisons for enterprise funds and internal service funds as part of the general purpose financial statements, even if annual budgets are legally adopted for these funds.

Formal budgetary integration is employed as a management control device during the year for the General Fund, the Special Revenue Funds, the Debt Service Funds and the Capital Projects Funds. The Economic Development Special Revenue Fund, Residential Revolving Loan Special Revenue Fund, Commercial Interest Subsidy Special Revenue Fund, and the East Industrial Park Improvement Special Revenue Fund had no budgeted expenditures since effective control is achieved through alternative procedures. The capital project funds are multi-year projects and the associated expenditures and revenues are budgeted only during the initial year of the projects although annual auditing fees and transfers may be budgeted on an ongoing basis. Subsequent year expenditures for multi-year projects are achieved through utilization of the remaining fund balances.

Encumbrances - Encumbrance accounting is not used.

NOTE 5 - Assets, Liabilities and Fund Equity

Accounts Receivable - Accounts receivable are recorded at gross amount with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material.

Inventory - Inventory is priced at the lower of cost (first-in, first-out) or market.

Restricted Assets - Certain proceeds of the Utility revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The "revenue bond construction" account is used to report those proceeds of revenue bond issuances that are restricted for use in construction. The "revenue bond special redemption" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "revenue bond depreciation" account is used to report resources set aside to meet unexpected contingencies or to fund asset renewals and replacements.

Other restricted assets include a "DNR Replacement Fund" which is required by the Wisconsin Department of Natural Resources for repairs and maintenance on the Wastewater Utility plant. "Customer Deposits" are deposits made by the customers which are due to the customers unless their bills are not paid.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NOTE 5 - Assets, Liabilities and Fund Equity (continued)

Long-Term Receivables - Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources", since they do not represent net current assets. Recognition of governmental fund type revenues represented by noncurrent receivables is deferred until they become current receivables. Noncurrent portions of long-term loans receivable are offset by fund balance reserve accounts.

Due To/From Other Funds - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

Fixed Assets - Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	30 - 50 years
Improvements	30 - 100 years
Equipment	3 - 40 years

Deferred Charges - Note and bond issue costs are amortized over the life of the respective issues. Other deferred charges represent items held in suspense and current capital repairs which are generally amortized over a three to six year period.

Current/Noncurrent Liabilities - Because of their spending measurement focus, expenditure recognition of governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

Fund Equity - The City classifies its fund equity as follows:

- a) Contributed capital represents contributions from customer, the municipality, grants and other aids for capital acquisitions and improvements prior to the adoption of GASB 33;
- b) Reserved fund balances/retained earnings indicates that portion of fund equity which has been legally segregated for specific purposes;
- c) Unreserved, designated fund balances indicates that portion of fund equity for which the City has made tentative plans;
- d) Unreserved, undesignated fund balances/retained earnings indicates that portion of fund equity which is available for use in future periods.

All proprietary funds and Nonexpendable Trust Funds are accounted for on an economic resources measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NOTE 6 - Revenues, Expenditures, and Expenses

Property Tax Revenue Recognition - Property taxes attach as an enforceable lien on property in December when the tax roll is certified. Taxes are levied on December 1 and payable in two installments on January 31, and July 31, or payable in full on January 31. Special assessments, charges and personal property taxes are payable in full on January 31. The City bills and collects its own property taxes and also bills and collects taxes for the State, County, Area Technical College and Area Public Schools until February 1, at which time all uncollected real estate taxes are turned over to the respective counties for collection. Collection of the taxes and remittance of them to the appropriate entities are accounted for in the Tax Agency Fund.

City property tax revenues are recognized in the year they are levied for and available for use.

The 2001 tax roll (levied for 2002) has been set up as a receivable and offset by the amounts due to other governmental units and deferred property tax revenue for the City's portion. Advance tax collections are offset against the receivable.

Interfund Transactions - Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Compensated Absences - The City records and adjusts compensated absence liabilities in accordance with GASB 16. Compensated absences to be liquidated with expendable available resources represent obligations of governmental fund types and are recorded as expenditures in the applicable funds. Amounts not expected to be liquidated with expendable, available financial resources are reported in the General Long-Term Debt Account Group.

Under this policy, vested but unpaid vacation and other compensated absences totaling \$ 248,798 are reported in the General Long-Term Debt Account Group. The recorded obligations meet the following conditions:

- 1) They are attributable to employee services already rendered;
- 2) They relate to rights that vest or accumulate;
- 3) Payment of the compensation is probable;
- 4) The amount can be reasonable estimated.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

NOTE 6 - Revenues, Expenditures, and Expenses (continued)

Compensated absences are recorded as incurred in Proprietary Funds. All vacations are based upon the employee's anniversary date of hire. For substantially all City employees, vacation time earned and not taken at year-end must be used before their anniversary date in the subsequent year. All earned vacation is paid to terminating employees if they give at least two weeks notice prior to quitting, or, employees whose service is being terminated due to discharge, death, or retirement shall receive all earned vacation based upon actual months of service.

Sick leave can be accumulated up to a maximum of 120 days. All sick leave accumulated is cancelled when an employee leaves the employ of the City. For one represented employee group the maximum accumulation is 60 days. These same represented employees shall receive one additional day's pay for every month that they do not use sick leave after they've accumulated the maximum of 60 days. Such payment shall be made on an annual basis.

Compensated absence expenditures and liabilities are recorded and adjusted to December 31st salaries/wages at the close of each fiscal year.

State and Federal Aids - State general and categorical aids are recognized as revenue in the entitlement year. Federal aids for reimbursable programs are recognized as revenue in the year related program expenditures are incurred. Aids received prior to meeting revenue recognition criteria are recorded as deferred revenues.

NOTE 7 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City manages these risks through the purchase of various forms of commercial insurance. Certain of the commercial insurance policies have established deductible amounts whereby the City would be responsible for the portion of claims, losses and damages under the deductible limits. All funds participate in the coverages provided by the commercial insurance carriers. Each fund would be responsible for its' share of losses either below the deductible amounts or for losses exceeding the coverage limits of the commercial policies.

There were no significant reductions in insurance coverages from the prior year. There were no settlements that exceeded insurance coverages in any of the last three years.

NOTE 8 - Changes in Accounting Principles

In accordance with Governmental Accounting Standards Board Statement No. 33, the City has changed its accounting principle to capital contributions.

Capital contributions from external services are now reported as revenue in the enterprise fund. In previous years, such capital contributions were recorded directly to contributed capital equity accounts.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

II STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

NOTE 1 - Bond Requirements

City of Marshfield Ordinances provide for the following restrictions on gross revenues in connection with the Mortgage Revenue Bonds for the Electric and Water Utility:

Deposits to the Special Redemption Funds are to be used to pay interest and principal on the bonds.

The amount in the Depreciation Fund is to accumulate to \$150,000. This \$150,000 may be used only for the payment of principal and interest on bonds when there is an insufficient amount in the Special Redemption Fund, or may be used to make extraordinary repairs and replacements or to extend and improve the system.

The Utility is in compliance with all material requirements of the Bond Ordinances.

NOTE 2 - General Obligation Debt Limit Calculation

The 2001 equalized valuation of the City as certified by the Wisconsin Department of Revenue is \$783,807,500. The legal debt limit and margin of indebtedness as of December 31, 2001, in accordance with Section 67.03(1)(b) of the Wisconsin Statutes follows:

Debt limit (5% of \$783,807,500)	\$ 39,190,375
Applicable long-term debt	(20,847,476)
Amount available in debt service funds	210,519
Margin of indebtedness	<u>\$ 18,553,418</u>

NOTE 3 - Excess of Actual Expenditures over Budget in Individual Funds

The following sub-functions had an excess of actual expenditures over budget for the year ended December 31, 2001.

<u>Fund</u>	<u>Sub-function</u>	<u>Amount</u>
General Fund	Cable Television	6,564
	Municipal Court	7,920
	City Attorney	1,830
	Fire Protection	26,178
	Street Division Administration	16,363
	Highway & Street Maintenance	72,035
	Highway & Street Cleaning	16,008
	Sanitary Sewer Construction	1,765
	Solid Waste Disposal	35,054
	Christmas Decorations	6,387
	Dairyfest	1,039
	UW Marshfield/Wood Co Campus	1,369

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

NOTE 3 - Excess of Actual Expenditures over Budget in Individual Funds (Continued)

Parks Outlay-Room Tax Fund	Other Financing Uses	22,900
C.D.B.G. Fund	Other Financing Uses	23,056
Comm Rehab Revolv Loan Fund	Commercial Rehab Revolv Lns	7,210
Revolving Loan Fund	CDBG, Administration	25
Law Enforcement Restr Rev Fd	Law Enforcement	192,590
Taxi System Fund	Taxi System	30,864
Long-Term Debt Fund	Fiscal Charges	60
Street Construction Fund	Street Openings	133,599
	Street Surfacing-Hot Mix	78
	Highway Building Outlay	9,050
	Hwy & Street Outlay (Local)	339,493
Storm Sewer Construction Fund	Storm Sewer Const (W/Paving)	48,649
Fire Protection Fund	Fire Protection Outlay	405,754
Parks & Recr Capital Proj Fd	Industrial Park Oper & Devel	834
	Storm Sewer Contr (Trunk)	109,395
TID #3 Fund (Tower Hall)	Urban Development	11,014
TID #2 (Purdy Project)	Other Financing Uses	1,172
TID #4 (Downtown Pub Imp) Fd	Parking Facilities	22,482
	Other Financing Uses	11,218
TID #6 (Figi Project)	Other Financing Uses	56,946
TID #5 (Mill Creek Prk)	Urban Development	1,274
	Debt Issue Expense	1,071
	Other Financing Uses	98,971
Dairy Research/Educ Ctr Fund	Economic Development Outlay	9,424
TID #7 (Yellowstone Dr Pk)	Economic Development Outlay	317
UW Building/Remodel Proj Fnd	UW Marshfield/Wood Co Campus	74

Revenues sufficient to cover each of the excess expenditures were made available in each of the funds, primarily through future revenue sources and excess funds from 2000 carried over to 2001.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS

NOTE 1 - Cash and Investments

For purposes of the Combined Statement of Cash Flows, the proprietary and nonexpendable trust funds consider all highly liquid investments with a maturity of three months or less when purchased to be temporary cash investments.

The City maintains various cash and investment accounts, including pooled funds, that are available for use by all funds. Each fund's portion of these accounts are displayed on the combined balance sheet as "Cash" and/or "Investments". For purposes of the Combined Balance Sheet, all governmental fund types consider all highly liquid investments with a maturity of three months or less when purchased to be temporary cash investments and are shown as "Cash". Temporary cash investments are stated at cost which approximates market and includes the investments in the State of Wisconsin Local Government Investment Pool. Items with a maturity greater than three months, including stocks and bonds, are shown as "Investments" on the Combined Balance Sheet. Investments for the Non-expendable Trust Fund are reported at cost which also approximates market.

The City is required to invest its funds in accordance with Wisconsin Statutes 66.0603(1m) and 67.11(2). State statutes allow the following types of investments:

1. Time deposits in any credit union, bank, savings bank, trust company, or savings and loan association maturing in three years or less.
2. Bonds or securities of any county, city, drainage district, technical college, local exposition district, village, town, or school district of the state.
3. Bonds or securities issued or guaranteed by the federal government.
4. The State of Wisconsin local government investment pool.
5. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
6. Repurchase agreements with public depositories, if the agreement is secured by federal bonds or securities.
7. Securities of open-end management investment companies or investment trusts (mutual funds) if the portfolio is limited to
 - (a) bonds and securities issued by the federal government or a commission, board or other instrumentality of the federal government,
 - (b) bonds that are guaranteed as to principal and interest by the federal government or a commission, board or other instrumentality of the federal government, and
 - (c) repurchase agreements that are fully collateralized by these bonds or securities.

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

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (continued)

NOTE 1 - Cash and Investments (continued)

The carrying amount of the City's cash and investments totaled \$ 23,901,479 on December 31, 2001 as summarized below:

Petty cash funds	\$	8,540
Deposits with financial institutions		869,209
Investments		23,023,730
		23,901,479
	\$	23,901,479

Additional information on the above deposits and investments follows:

Deposits - At year end, the carrying amount of the City's deposits was \$869,209 and the bank balance was \$1,932,270. Deposits with financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$100,000 for demand deposits and \$100,000 for time deposits. In addition, the State of Wisconsin has a State Guarantee Fund which provides a maximum of \$400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available.

The City's bank balance of \$1,932,270 on December 31, 2001 is categorized below in accordance with GASB Statement No. 3 as either:

- (1) insured or collateralized with securities held by the City or by its agent in the City's name, or
- (2) collateralized with securities held by the pledging financial institution's trust department or agent in the City's name, or
- (3) uninsured and uncollateralized or collateralized with securities held by the pledging financial institution, or by its trust department or agent, but not in the City's name.

Category			Bank
1	2	3	Balance
\$ 200,000	\$ 1,732,270	\$ -	\$ 1,932,270

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 1 - Cash and Investments (Continued)

Fair(Market) Value of Investments - Investments are reported at fair value. At December 31, 2001, the fair value of the City's investments approximated original cost, therefore no fair value adjustments are necessary.

Determining Fair Value - Fair value of the City's investments are determined as follows:

- 1) Investments with stated interest rates (savings accounts, CDs, repos) are stated at cost,
- 2) U.S. Treasury bills are stated at amortized cost,
- 3) State of Wisconsin Local Government Investment Pool fair value is determined by the Pool's investment board based on published market quotations, and
- 4) Stock which consists of cooperative patronage at the Electric and Water Utility is stated at cost plus reinvested patronage.

Investment Pool Information – The City has \$16,502,600 invested in the State of Wisconsin Local Government Investment Pool. Participation in the State of Wisconsin Investment Pool is voluntary. The Pool's regulatory oversight is provided by state statutes and its investment board. The fair value of the City's position in the Pool is the same as the value of the Pool shares. At December 31, 2001, the Pool's fair value was 99.8091 percent of book value.

Income Allocation - Investment income is allocated according to the City's investment policy. According to the policy, investment income is generally allocated to the general fund except for those portions attributable to the proprietary funds and the Economic Development Fund.

NOTE 2 - Rehabilitation Loans

The City has outstanding Community Development Block Grant (CDBG) loans receivable with various businesses and homeowners. These loans are originally made from grant proceeds. The loan agreements provide for various repayment options, including installment payments and payment in full upon transfer of the property secured by the loans. When the loans are repaid, the funds become the property of the City and are restricted for future rehabilitation loan projects. The loan activity for the year was as follows:

	BALANCES <u>1/1/01</u>	ADDITIONS	PAYMENTS AND FORECLO- SURES	BALANCES <u>12/31/01</u>
Community Development Block Grant Program	\$ 368,203	\$ -	\$ 19,000	\$ 349,203
Residential Revolving Loan	155,349	49,156	33,011	171,494
TOTAL	\$ 523,552	\$ 49,156	\$ 52,011	\$ 520,697

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 3 - Arrangements for Leasing to Others

The Electric Utility leases transmission lines and a portion of the substation to Wisconsin Public Service Corporation (WPS) under an agreement with an initial term through December 31, 2013. The Utility has the unilateral right to extend the agreement for 5 years beyond the initial term by giving notice 5 years in advance of the initial term. The agreement shall continue from year to year after the initial five year term after the initial term subject to cancellation by either party giving 5 years advance written notice.

The minimum future rentals as of December 31, 2001 are \$1,076,155 per year through December 31, 2013.

The following is an analysis of the book value of the leased equipment.

Cost	\$ 4,856,291
Less accumulated depreciation	<u>1,919,115</u>
	<u><u>\$ 2,937,176</u></u>

NOTE 4 - Changes in Fixed Assets

General Fixed Assets

A summary of changes in General Fixed Assets follows:

	BALANCE <u>1-1-01</u>	ADDITIONS	DELETIONS	BALANCE <u>12-31-01</u>
Land	\$ 6,609,454	\$ 198	-	\$ 6,609,651
Buildings	12,631,818	45,889	-	12,677,708
Improvements other than Buildings	636,282	-	-	636,282
Equipment	<u>7,563,774</u>	<u>578,446</u>	<u>125,250</u>	<u>8,016,970</u>
TOTAL	<u><u>\$ 27,441,328</u></u>	<u><u>\$ 624,533</u></u>	<u><u>\$ 125,250</u></u>	<u><u>\$27,940,611</u></u>

The City does not capitalize interest on general fixed asset projects.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 4 - Changes in Fixed Assets (continued)

Proprietary Fixed Assets

A summary of enterprise and internal service fund fixed assets at December 31, 2001 follows:

	<u>ENTERPRISE</u>	<u>INTERNAL SERVICE</u>
Land	\$ 810,616	\$ 20,728
Buildings and improvements	31,674,321	887,443
Machinery and equipment	48,764,007	4,774,945
Construction in progress	24,522,799	-
TOTAL	\$ 105,771,743	\$ 5,683,116
Less accumulated depreciation	26,388,742	2,872,571
NET	\$ 79,383,001	\$ 2,810,545

NOTE 5 - Employee Retirement Plan (Defined Benefit Pension Plan)

All eligible City of Marshfield employees participate in the Wisconsin Retirement System ("System"), a cost-sharing, multiple-employer, defined benefit public employee retirement system (PERS). All permanent employees expected to work over 600 hours a year are eligible to participate in the System. Covered employees in the General category are required by statute to contribute 5.2% of their salary (3.9% for Elected Officials, 3.8% for Protective Occupations with Social Security, and 3.3% for Protective Occupations without Social Security) to the plan. Employers may make these contributions to the plan on behalf of employees. Employers are required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

The payroll for City of Marshfield employees covered by the system for the year ended December 31, 2001 was \$10,057,366; the employer's total payroll was \$10,651,967. The total required contribution for the year ended December 31, 2001 was \$1,363,103, which consisted of \$895,721, or 8.90% of payroll from the employer and \$467,382, or 4.64% of payroll from employees. Total contributions for the years ending December 31, 2000 and 1999 were \$1,182,305 and \$1,226,961 respectively, equal to the required contributions for each year.

Employees who retire at or after age 65, (62 for elected officials and 55 for protective occupation employees), are entitled to receive retirement benefits. Employees may retire at age 55, (50 for protective occupation employees), and receive actuarially reduced benefits. Retirement benefits are calculated as 1.6% (2.0% for Executive, Elected Officials, and Protective Occupations with Social Security and 2.5% for Protective Occupations without Social Security) of final average earnings for each year of creditable service. Final Average Earnings is the average of the employees' three highest years earnings. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation on or after 1/1/90 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 are immediately vested.

The System also provides death and disability benefits for employees. Eligibility for and the amount of all benefits is determined under Chapter 40 of the Wisconsin Statutes. The System issues an annual financial report which may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 5-Employee Retirement Plan (Defined Benefit Pension Plan) (continued)

The System utilizes the "Entry Age Normal with Frozen Initial Liability" actuarial method in establishing employer contribution rates. Under this method the unfunded actuarial accrued liability is affected only by the monthly amortization payments, compound interest, the added liability created by new employer units, and any added liabilities caused by changes in benefit provisions. All actuarial gains or losses arising from the difference between actual and assumed experience are reflected in the determination of the normal cost. The unfunded accrued actuarial liability is being amortized over a 40 year period beginning January 1, 1990. Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits is presented in the System's annual financial report. The unfunded liability for City of Marshfield as of December 31, 2000 was \$3,235,600, or .151% of the total System unfunded liability of \$2.143 billion. This liability was determined in accordance with GASB Statement 27.

NOTE 6 – Post-Employment Benefits Other Than Pension Benefits

In addition to the pension benefits provided to employees through the Wisconsin Retirement System, the City provides the following post employment benefit:

Upon termination of a non-represented employee who has worked at least 20 years for the City and has accepted to receive an annuity or disability from the Wisconsin Retirement System, the City will deposit the equivalent dollar value of the employee's accumulated unused sick leave balance, up to a maximum of 960 hours, into the employee's Post Employment Health Plan. Unused sick leave balances can only be utilized for medical insurance premiums. Each non-represented employee currently makes an annual contribution of \$500 on a pre-tax basis to his/her own Post Employment Health Plan. At the employees discretion, employee contributions are invested in various investment instruments offered by the plan administrator. The accumulated balance of an employee's contribution to the plan can be utilized for any future medical expenses and/or medical insurance by the former employee.

The estimated future liability for current employees is undeterminable and is not recognized in the General Long-Term Obligation Account Group. The City currently pays 1.5% of wages of non-represented employees into a liability account to fund the future obligations of the City for this plan. The City was not required to pay any benefit amounts for the Post Employment Health Plan during the fiscal year ended December 31, 2001. As of December 31, 2001, the City has \$93,992 accumulated for payments that may be required in the future.

NOTE 7 - Leases-Electric and Water Utility

The Utility has entered into five 25-year noncancellable operating leases with Chicago and Northwestern Transportation Company. These leases contained a one time charge totaling \$16,050. An amount of \$642 is expensed annually to amortize these leases which expire in 2004.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 8 - Long-Term Obligations

Details of the City's long-term obligations are set forth below.

<u>Summary of Long-Term Obligations</u>	<u>GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP</u>			
	BALANCE 1-1-01	ADDITIONS	DELETIONS	BALANCE 12-31-01
<u>General Obligation Debt</u>				
State Trust Fund Loans	\$ 1,894,163	\$ 341,652	\$ 174,473	\$ 2,061,342
Notes payable	11,113,645	2,585,000	1,676,752	12,021,893
Bonds payable	5,215,000	780,000	235,000	5,760,000
<u>Other Long-Term Obligations</u>				
Prior service pension				
Liability-Note 5	3,235,600	248,706	126,774	3,357,532
Vested employee benefits-Note 1				
Vacation pay and comp time	241,182	7,616	-	248,798
TOTAL	\$ 21,699,590	\$ 3,962,974	\$ 2,212,999	\$ 23,449,565

	<u>PROPRIETARY FUNDS</u>			BALANCE 12-31-01
	BALANCE 1-1-01	ADDITIONS	DELETIONS	
Bonds/Notes Payable				
Internal Service Fund	\$ 839,142	\$ 250,000	\$ 84,901	\$ 1,004,241
Electric Utility	5,100,000	-	280,000	4,820,000
Water Utility	800,000	-	800,000	-
Wastewater Utility	21,806,498	629,593	967,267	21,468,824
TOTAL	\$ 28,545,640	\$ 879,593	\$ 2,132,168	\$ 27,293,065

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 8 - Long-Term Obligations (continued)

General Obligation Debt

All general obligation debt is secured by the full faith and credit and unlimited taxing powers of the City. The general obligation debt is expected to be repaid with general property and tax incremental financing taxes. General obligation debt at December 31, 2001 is comprised of the following individual issues:

<u>DESCRIPTION</u>	<u>ISSUE DATES</u>	<u>INTEREST RATES (%)</u>	<u>DATES OF MATURITY</u>	<u>BALANCE 12-31-01</u>
<u>State Trust Fund Loans</u>	8-93	6.00	3-13	\$188,111
	10-95	6.25	3-15	642,371
	7-97	5.75	3-07	105,600
	8-97	6.00	3-07	344,400
	2-98	5.75	3-07	138,333
	3-99	5.25	3-09	300,875
	2-01	5.50	3-10	341,652
	<u>Bonds Payable</u>	5-93	4.00-5.35	4-05
3-97		5.00-5.10	4-16	2,285,000
7-97		4.875-5.30	6-17	1,555,000
12-98		5.15-6.50	10-18	1,100,000
5-01		5.50-6.65	3-21	780,000
<u>Notes Payable</u>	5-93	2.75-4.80	5-03	140,000
	3-94	2.90-4.35	3-03	555,000
	10-95	7.25-7.95	4-05	200,000
	4-96	4.45-4.55	4-06	650,000
	12-96	9.00	1-07	11,133
	7-97	4.50-4.625	6-07	1,585,000
	4-98	3.60-4.50	4-08	845,000
	4-99	3.90-4.00	4-09	1,945,000
	12-99	4.40-5.10	4-09	1,155,000
	3-00	5.20-5.25	3-10	3,105,000
	5-01	3.70-4.50	3-11	2,835,000
TOTAL GENERAL OBLIGATION DEBT				<u>\$ 20,847,475</u>

The general obligation debt notes payable listed above includes \$1,004,241 to be repaid by the vehicle and equipment internal service fund for debt proceeds utilized to purchase vehicles and equipment.

Enterprise Fund Debt

Enterprise fund debt is expected to be repaid with water, electric and sewer utilities' revenues. Enterprise fund debt at December 31, 2001 is comprised of the following individual issues:

<u>DESCRIPTION</u>	<u>ISSUE DATES</u>	<u>INTEREST RATES (%)</u>	<u>DATES OF MATURITY</u>	<u>BALANCE 12/31/01</u>
<u>Mortgage Revenue Bonds</u>	10-93	4.0-5.5	12-13	4,820,000
	3-98	2.761	5-17	2,892,352
	9-98	2.761	5-18	18,576,472
TOTAL ENTERPRISE FUND DEBT				<u>\$ 26,288,824</u>

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 8 - Long-Term Obligations (continued)

Maturities of Long-Term Debt

Maturities of the general obligation long-term debt at December 31, 2001 are as follows:

<u>YEARS</u>	<u>LOANS</u>		<u>BONDS</u>		<u>NOTES</u>	
	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2002	\$ 214,833	\$ 122,565	\$ 250,000	\$ 322,424	\$ 1,746,809	\$ 597,296
2003	217,381	108,320	250,000	293,389	1,846,979	476,589
2004	219,959	96,033	265,000	280,303	1,527,163	399,262
2005	222,950	83,062	275,000	266,557	1,567,367	327,628
2006	226,000	70,169	275,000	252,521	1,567,589	255,656
Thereafter	960,219	229,938	4,445,000	1,596,445	4,770,226	425,212
TOTAL	\$ 2,061,342	\$ 710,088	\$ 5,760,000	\$ 3,011,639	\$ 13,026,133	\$ 2,481,643

Maturities of the enterprise fund revenue bond debt at December 31, 2001 are as follows:

<u>YEARS</u>	<u>REVENUE BONDS</u>	
	<u>PRINCIPAL</u>	<u>INTEREST</u>
2002	\$ 1,322,490	\$ 818,219
2003	1,365,859	779,300
2004	1,410,012	735,795
2005	1,459,969	690,638
2006	1,505,753	643,385
Thereafter	19,224,741	3,493,862
TOTAL	\$ 26,288,824	\$ 7,161,199

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 9 - Interfund Receivables and Payables

Individual fund interfund receivable and payable balances at December 31, 2001 are as follows:

<u>FUND</u>	<u>DUE FROM</u>	<u>DUE TO</u>
General Fund	\$ 6,261,260	\$ 77,769
Special Revenue Funds		
Business Improvement District	35,100	-
Debt Service Funds		
Long-term Notes	2,486,994	-
State Trust Fund Loans	225,605	-
Refunding Bonds	11,830	-
Capital Projects Funds		
Street Construction	496,740	-
Storm Sewer Construction	49,500	-
Park & Recreation Capital Projects	283,740	-
TID #3	8,760	-
TID #2	82,346	-
TID #4	25,750	-
TID #6	12,289	-
TID #5	67,549	-
City Hall Remodeling	14,000	-
Enterprise Funds		
Electric and Water Utility	66,074	1,416,425
Wastewater Utility	663,027	31,654
Internal Service Fund		
Vehicles/equipment	3,004	1,021
Agency Funds		
Tax Agency	-	9,266,699
	<u>\$ 10,793,568</u>	<u>\$ 10,793,568</u>

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 10 - Fund Equity

Fund Balances/Retained Earnings

The following is a summary of individual fund balance/retained earnings reservations, designations and deficits at December 31, 2001:

Reservations

General Fund	Reserved for prepaid items	\$ 14,152
Convention and Visitors Bureau	Reserved for prepaid items	4,794
Community Development Block Grant	Reserved for loans	349,203
Economic Development	Reserved for loans	713,395
Residential Revolving Loan	Reserved for loans	171,494
Long-Term Notes	Reserved for debt service	209,180
State Trust Fund Loan	Reserved for debt service	1,338
Refunding Bonds	Reserved for debt service	1
Electric and Water Utility	Reserved for mortgage revenue bonds	811,515
Wastewater Utility	Reserved for equipment replacement	3,515,858
Vehicles/Equipment	Reserved for equipment replacement	1,052,761
Cemetery Perpetual Care	Reserved for endowments	135,770
		<hr/>
Total Reservations		\$ 6,979,461

Designations

General	Subsequent years expenditures	\$ 552,451
Residential Revolving Loan	Special revenue purposes	130,517
Commercial Interest Subsidy	Special revenue purposes	6,634
Taxi System	Special revenue purposes	96,983
East Industrial Park Improvements	Special revenue purposes	194,893
Capital Project Funds	Capital projects	2,694,528
		<hr/>
Total Designations		\$ 3,676,006

Deficits

Capital Projects Funds	Street Construction	\$ 157,812
	T.I.D. #3 (Tower Hall)	10,602
	T.I.D. #4 (Downtown Improvements)	1,738,909
	T.I.D. #5 (Mill Creek Business Park)	317
		<hr/>
Total Deficits		\$ 1,907,640

The deficit in the street construction fund will be funded through future borrowing, and the deficits in the Tax Incremental Finance Districts (T.I.D.s) are expected to be funded through future tax increments.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

III DETAIL NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

NOTE 10 - Fund Equity (continued)

Contributed Capital

The following is a summary of the activity in the Contributed Capital accounts:

	<u>ELECTRIC & WATER UTILITY</u>	<u>WW UTILITY</u>	<u>VEHICLES/ EQUIPMENT FUND</u>	<u>TOTALS</u>
Balance, January 1, 2001	\$ 5,778,837	\$ 8,199,223	\$ 1,433,602	\$ 15,411,662
Current year contributed capital				
Contributions from municipality	-	133,287	-	133,287
Contributions in aid of construction Customers	-	-	-	-
	<u>5,778,837</u>	<u>8,332,510</u>	<u>1,433,602</u>	<u>15,544,949</u>
Current year amortization of Contributions from state, federal and others	-	(385,143)	-	(385,143)
Balance, December 31, 2001	<u>\$5,778,837</u>	<u>\$7,947,367</u>	<u>\$1,433,602</u>	<u>\$15,159,806</u>

NOTE 11 – Other Investments

During 2001, the Electric Utility invested \$1,583,000 in American Transmission Company, LLC (ATC). ATC is an electric power group consisting of 26 Wisconsin electric utilities. The Utility's initial investment gives the Utility approximately a .5% interest in ATC. This investment is carried on the Utility's books at cost plus undistributed earnings. For the 2001 year-end the Utility received cash distributions totaling \$94,616. The Utility's total earnings for 2001 were \$119,000. Separate financial information for ATC was not available.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

IV - SEGMENT INFORMATION

NOTE 1 - Enterprise Funds

The City maintains two Enterprise Funds which provide electric and water, and sewer services. Segment information for the year ended December 31, 2001 was as follows:

	ELECTRIC AND WATER UTILITY	WASTEWATER UTILITY	TOTAL ENTERPRISE FUNDS
OPERATING REVENUES	\$ 19,470,980	\$ 3,602,929	\$ 23,073,909
DEPRECIATION EXPENSE	1,692,357	1,125,448	2,817,805
AMORTIZATION EXPENSE	19,245	-	19,245
OPERATING INCOME	2,199,794	957,456	3,157,250
OPERATING TRANSFERS IN (OUT)	(404,202)	-	(404,202)
NET INCOME	2,244,792	498,318	2,743,110
CAPITAL CONTRIBUTIONS	-	138,067	138,067
PLANT, PROPERTY AND EQUIPMENT			
Additions	2,875,475	2,342,518	5,217,993
Deletions	557,968	569,887	1,127,855
CASH AND CASH EQUIVALENTS	1,892,684	4,701,773	6,594,457
NET WORKING CAPITAL	(192,284)	791,098	598,814
TOTAL ASSETS	46,960,000	43,790,786	90,750,786
BONDS AND OTHER L-T LIABILITIES			
Payable from operating revenues	4,525,000	20,441,334	24,966,334
TOTAL EQUITY	38,834,899	22,197,388	61,032,287

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

IV - SEGMENT INFORMATION (Continued)

NOTE 2-Tax Incremental Finance Districts

Tax increment financing, as authorized by Section 66.46 of the Wisconsin Statutes, is a method by which the City can recover its development and public improvement costs in a Tax Incremental Finance District (TIF) designated area. These costs are recovered from the increased valuation in the designated area. The City has financed development and public improvement costs in its TIF through the issuance of general obligation long-term debt. Project costs have been reported primarily as Capital Projects Funds expenditures. Tax increments will be used to meet maturing debt obligations incurred to provide financing for development and public improvement costs within the tax incremental district. The District is allowed to collect tax increments until its termination date. Any overcollections are returned to the various taxing entities of the District. The City becomes liable for any cost not recovered by the termination date.

The City has six Tax Incremental Financing Districts. The following are project summaries of the activity and status of districts #2, #3, and #4 through December 31, 2001:

	<u>TIF #2</u>	<u>TIF #3</u>	<u>TIF #4</u>
PROJECT REVENUE			
TIF tax collections	\$ 341,470	\$ 160,318	\$ 89,817
Miscellaneous	47,513	74	760,479
Transfers	-	-	220,000
Proceeds from long-term debt	<u>750,000</u>	<u>264,000</u>	<u>1,233,436</u>
TOTAL PROJECT REVENUE THROUGH THROUGH DECEMBER 31, 2001	<u>\$ 1,138,983</u>	<u>\$ 424,392</u>	<u>\$ 2,303,733</u>
PROJECT EXPENDITURES			
Capital outlay	-	11,014	2,869,473
Debt service	350,999	179,535	142,331
Debt issue costs	-	-	18,926
Other	<u>802,611</u>	<u>238,610</u>	<u>1,026,628</u>
TOTAL PROJECT EXPENDITURES THROUGH DECEMBER 31, 2001	<u>\$ 1,153,611</u>	<u>\$ 429,159</u>	<u>\$ 4,057,358</u>
CUMULATIVE DEBT SERVICE OVER (UNDER) PAID	<u>\$ 14,628</u>	<u>\$ (5,834)</u>	<u>\$ 14,716</u>
FUND BALANCE (DEFICIT) AS OF DECEMBER 31, 2001	<u>\$ -</u>	<u>\$ (10,601)</u>	<u>\$ (1,738,909)</u>
CUMULATIVE DEBT SERVICE UNDER (OVER) PAID	<u>\$ 14,628</u>	<u>\$ (5,834)</u>	<u>\$ 14,716</u>
FUTURE REQUIREMENTS			
Debt service	<u>982,798</u>	<u>269,303</u>	<u>1,878,196</u>
BALANCE TO BE COLLECTED ON TIF DISTRICT	<u>\$ 997,426</u>	<u>\$ 274,070</u>	<u>\$ 3,631,821</u>
DISTRICT TERMINATION DATE	2015	2014	2019

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2001

IV - SEGMENT INFORMATION (continued)

NOTE 2-Tax Incremental Finance Districts (continued)

The following are project summaries of the activity and status of District's #5, #6, and #7:

	<u>TIF #5</u>	<u>TIF #6</u>	<u>TIF #7</u>
PROJECT REVENUE			
TIF tax collections	\$ 67,752	\$ 22,676	\$ -
Miscellaneous	152,401	30,000	-
Transfer from General Fund	-	-	12,050
Proceeds from long-term debt	2,976,300	516,259	-
TOTAL PROJECT REVENUE THROUGH DECEMBER 31, 2001	\$ 3,196,453	\$ 568,935	\$ 12,050
PROJECT EXPENSES			
Construction	1,881,620	309,397	-
Debt Service	567,592	128,888	-
Debt issue costs	42,554	-	-
Other	162,449	6,521	12,367
TOTAL PROJECT EXPENDITURES THROUGH DECEMBER 31, 2001	\$ 2,654,215	\$ 444,806	\$ 12,367
CUMULATIVE DEBT SERVICE UNDER (OVER) PAID	\$ 436,895	\$ 55,195	\$ -
FUND BALANCE (DEFICIT) AS OF DECEMBER 31, 2001	\$ 979,133	\$ 179,324	\$ (317)
CUMULATIVE DEBT SERVICE UNDER (OVER) PAID	\$ 436,895	\$ 55,195	\$ (317)
FUTURE REQUIREMENTS			
Debt Service	\$ 3,848,509	\$ 509,003	-
BALANCE TO BE COLLECTED ON TIF DISTRICT	\$ 3,306,271	\$ 384,874	\$ 317
DISTRICT TERMINATION DATE	2020	2016	2024

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS-Continued
DECEMBER 31, 2001

V - JOINT VENTURES

Marshfield Fairgrounds Commission - The Marshfield Fairgrounds Commission is a joint venture between the Common Council of the City of Marshfield and the Wood County Board of Supervisors for the improvement, maintenance, repair and operation of the Marshfield Fairgrounds. The Commission Board consists of six members: three aldermen from the City of Marshfield who are appointed by the mayor with approval of the council, and three county board supervisors who are appointed by the chairman of the the Wood County Board with approval of the county board. The Fairgrounds Commission has the full, complete and exclusive jurisdiction of the fairgrounds. The City of Marshfield is to provide the necessary funds for the maintenance of the land, exclusive of the buildings and similar structures, while Wood County is providing funds for the construction, improvement, repair and maintenance of the buildings located on the Marshfield Fairgrounds, other than such properties owned by third parties. Any buildings or structures constructed upon the fairgrounds by the Commission become the property of the City of Marshfield. Accordingly, the real estate and related buildings are capitalized in the General Fixed Asset Account Group. Complete separate financial statements for the Fairgrounds Commission may be obtained at the Office of the Comptroller, City of Marshfield, 630 S. Central Avenue, Marshfield, WI 54449.

University Extension Center Commission - The University Extension Center Commission is a joint venture between the Common Council of the City of Marshfield and the Wood County Board of Supervisors for the purchase of the site and construction of said center, and the care, custody, maintenance, improvement and repair of the lands and buildings during its operation as a University Extension Center. The Commission Board consists of six members: three aldermen of the City of Marshfield who are appointed by the mayor with approval of the council, and three county board supervisors who are appointed by the chairman of the Wood County Board with approval of the county board. Before September of every year, the Commission submits to the Marshfield Common Council and the Wood County Board a budget indicating the amount needed from each governing body to defray the costs of maintenance, care, custody, repair and improvement of the buildings an premises of the University of Wisconsin - Marshfield/Wood County for the ensuing year. Each municipal unit has a 50% share of the venture, and accordingly, the City's 50% share is capitalized in the General Fixed Asset Account Group. Complete separate financial statements for the University Extension Center Commission may be obtained at the Office of the Comptroller, 630 S. Central Avenue, Marshfield, WI 54449.

VI - CONTINGENCIES AND COMMITMENTS

Note 1 - Legal Contingencies

The City participates in a number of intergovernmental grant programs, which have various requirements, and are subject to audit by the awarding agencies. Such audits may result in reimbursements of funds advanced or disallowance of program expenditures. The amount, if any, of grant funds which may be disallowed by the grantor at future dates cannot be determined.

There are several lawsuits pending in which the City is involved. The City's attorneys estimate the potential claims resulting from litigation against the City that are not covered by insurance would not materially affect the financial statements of the City.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS-Continued
DECEMBER 31, 2001

VI CONTINGENCIES AND COMMITMENTS (continued)

Note 2 - Conduit Debt Obligations

From time to time, the City has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from debt payment receipts on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2001, there were five series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$19,930,000.

GENERAL FUND

The general fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

CITY OF MARSHFIELD, WISCONSIN
 DETAILED SCHEDULE OF REVENUES
 GENERAL FUND
 YEAR ENDED DECEMBER 31, 2001

REVENUES	2001		2000
	BUDGET	ACTUAL	ACTUAL
Taxes			
Property	\$ 4,698,214	\$ 4,703,460	\$ 4,406,755
Sales and use	100	118	124
Payments in lieu of taxes	1,222,875	1,232,230	1,213,127
Interest and penalties on taxes	550	1,018	512
TOTAL	5,921,739	5,936,827	5,620,518
Special Assessments	577,500	529,137	706,767
Intergovernmental			
Federal grants	350	12,835	-
State shared taxes	5,608,441	5,611,794	5,831,869
State grants	1,236,402	1,256,088	1,300,019
Other state payments	76,984	128,107	70,511
Grants from local governments	210,648	212,221	197,893
TOTAL	7,132,825	7,221,044	7,400,292
Licenses and Permits			
Business and occupational licenses	106,500	130,550	109,835
Nonbusiness licenses	10,000	9,054	8,135
Building permits and inspection fees	70,000	93,078	80,479
Zoning permits and fees	2,700	3,958	4,217
TOTAL	189,200	236,640	202,666
Fines, Forfeits and Penalties			
Law and ordinance violations	182,150	145,582	161,443
Public Charges for Services			
General government	17,150	22,627	29,166
Public safety	499,500	596,047	575,018
Transportation	49,900	68,938	68,178
Sanitation and utilities	1,200	3,460	8,225
Health	103,228	91,018	83,474
Human services	532	691	654
Culture, recreation and education	220,783	217,068	192,678
Conservation and development	250	614	2,890
Other	3,450	2,392	2,390
TOTAL	895,993	1,002,855	962,673
Intergovernmental Charges for Services			
State	11,400	16,762	15,034
Other local governments	233,463	243,648	252,736
Local departments	62,309	52,974	46,674
TOTAL	307,172	313,384	314,444
Miscellaneous			
Interest	730,000	601,077	675,191
Rent	238,209	229,008	229,952
Property sales	32,000	26,185	26,961
Donations/contributions	750	3,819	2,105
Other	40,000	60,463	40,147
TOTAL	1,040,959	920,552	974,356
TOTAL REVENUES	\$ 16,247,538	\$ 16,306,021	\$ 16,343,159

CITY OF MARSHFIELD, WISCONSIN
 DETAILED SCHEDULE OF EXPENDITURES
 GENERAL FUND
 YEAR ENDED DECEMBER 31, 2001

	2001		2000
	BUDGET	ACTUAL	ACTUAL
CURRENT			
General Government			
Legislative	\$ 136,175	\$ 144,459	\$ 133,805
Legal	161,831	171,581	197,249
General administration	833,815	811,394	806,786
Financial administration	828,520	653,749	653,743
General buildings and plant	288,382	269,450	259,508
Other general government	172,164	122,550	128,920
TOTAL	2,420,887	2,173,182	2,180,011
Public Safety			
Law enforcement	3,224,136	3,179,765	3,026,720
Fire protection	2,497,525	2,523,413	2,348,368
Ambulance	527,253	527,035	531,961
Inspection	253,336	236,665	221,594
Emergency communications	387,510	380,718	336,111
Disaster control	16,401	8,799	6,689
TOTAL	6,906,161	6,856,394	6,471,443
Public Works			
Administration for highways and streets	500,787	491,708	473,384
Transportation cost pools	71,260	29,882	82,108
Highway and street maintenance and construction	2,503,328	2,583,526	2,357,524
Road-related facilities	655,127	437,753	581,369
Other transportation	126,350	117,331	123,620
Sanitation	732,503	687,369	678,201
Water service	-	(53,393)	83,612
TOTAL	4,589,355	4,294,176	4,379,818
Health and Human Services			
Cemetery	125,990	119,517	111,633
Other health and human services	3,523	2,993	2,680
TOTAL	129,513	122,510	114,313
Culture, Recreation and Education			
Culture	1,191,052	1,175,819	1,104,489
Parks	563,657	503,862	480,115
Recreation programs and events	403,945	365,282	346,008
Recreation facilities	158,808	131,058	127,317
Zoo	142,219	139,695	137,902
Education	31,665	33,034	27,142
TOTAL	2,491,346	2,348,750	2,222,973
Conservation and Development			
Resource conservation	154,897	106,067	102,093
Economic development	59,273	54,902	48,613
Other conservation and development	219,987	156,643	101,247
TOTAL	434,157	317,611	251,953

CITY OF MARSHFIELD, WISCONSIN
 DETAILED SCHEDULE OF EXPENDITURES-CONTINUED
 GENERAL FUND
 YEAR ENDED DECEMBER 31, 2001

	2001		2000
	BUDGET	ACTUAL	ACTUAL
CAPITAL OUTLAY			
General Government			
Legislative	\$ 14,472	\$ 11,125	\$ 5,071
Administration	32,282	28,889	68,669
Financial	17,425	18,478	-
General buildings and plant	-	-	36,758
Public Safety			
Law enforcement	63,858	64,600	82,194
Fire protection	33,843	33,628	29,592
Ambulance	1,040	1,040	10,186
Disaster control	15,000	11,640	11,640
Public Works			
Administration for highways and streets	-	-	1,831
Health and Human Services			
Cemetery	46,855	44,419	25,714
Culture, Recreation and Education			
Culture	5,880	3,925	54,033
Parks	1,500	1,160	3,981
Recreation programs and events	4,950	5,944	49,825
Recreation facilities	-	-	4,324
Zoo	-	-	24,715
Conservation and Development			
Resource conservation	12,000	14,116	9,100
TOTAL	<u>249,105</u>	<u>238,964</u>	<u>417,633</u>
TOTAL EXPENDITURES	<u>\$ 17,220,524</u>	<u>\$ 16,351,588</u>	<u>\$ 16,038,144</u>

SPECIAL REVENUE FUNDS

- **Room Tax Fund** – to account for the collection of room taxes remitted to the City by the hotel/motel owners and the expenditures made for upkeep of the City's parks.
- **Convention and Visitors Bureau Fund** – to account for room taxes received by the Bureau and the expenditures made for promotion of the City.
- **Community Development Block Grant Program Fund** – to account for the financial activity associated with state funding under the block grant program.
- **Economic Development Fund** – to account for funds utilized for economic development and loans and expenditures made to promote economic development.
- **Business Improvement District Fund** – to account for collecting and remitting assessments to the Main Street Program.
- **Residential Revolving Loan Fund** – to account for monies provided by a Community Development Block Grant to finance interest free loans to City residents. The principal must be maintained intact and interest earnings must also be used to finance the loans.
- **Commercial Interest Subsidy Fund** – to account for grants made to local businesses to reduce the rate of interest being charged on their commercial loans. The grants are made on behalf of the business and placed in an escrow account at local financial institutions. Interest earned on these deposits prior to their withdrawal for the monthly interest payment is recorded in this Fund and can be used only for additional commercial interest subsidy grants.
- **Law Enforcement Restricted Revenue Fund** – to account for grants, contributions and donations received from other governments, businesses and individuals to be utilized for specific law enforcement purposes.
- **Taxi System Fund** – to account for grant subsidies received for operation of the local taxi system and the expenditures made for the taxi system.
- **Utility Dividend Fund** – to account for dividends received from City utilities and the expenditure of those funds.
- **East Industrial Park Improvement Fund** – to account for the sale of land in the East Industrial Park. Monies received are used to make improvements to the industrial park.

CITY OF MARSHFIELD, WISCONSIN
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2000)

	ROOM TAX	CONVENTION AND VISITORS BUREAU	COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM	ECONOMIC DEVELOPMENT	BUSINESS IMPROVEMENT DISTRICT
ASSETS					
Cash and investments	\$ 173,644	\$ 99,927	\$ -	\$ 848,396	\$ 257
Receivables					
Loans	-	-	349,203	713,395	-
Other receivables	-	-	-	-	6,342
Due from other governments	-	-	-	-	-
Due from other funds	-	-	-	-	35,100
Prepaid items	-	4,794	-	-	-
TOTAL ASSETS	\$ 173,644	\$ 104,721	\$ 349,203	\$ 1,561,791	\$ 41,699
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Cash overdraft	\$ -	\$ -	\$ -	\$ 3,728	\$ -
Accounts payable	917	-	-	-	-
Deferred revenues	-	104	-	-	41,442
TOTAL LIABILITIES	917	104	-	3,728	41,442
FUND BALANCES					
Reserved for loans	-	-	349,203	713,395	-
Reserved for prepaid items	-	4,795	-	-	-
Unreserved					
Designated-special revenue purpose	-	-	-	-	-
Undesignated(deficit)	172,727	99,822	-	844,668	257
TOTAL FUND BALANCES (DEFICITS)	172,727	104,617	349,203	1,558,063	257
TOTAL LIABILITIES AND FUND BALANCES	\$ 173,644	\$ 104,721	\$ 349,203	\$ 1,561,791	\$ 41,699

RESIDENTIAL REVOLVING LOAN	COMMERCIAL INTEREST SUBSIDY	LAW ENFORCEMENT	TAXI SYSTEM	UTILITY DIVIDEND	EAST INDUSTRIAL PARK IMPROVEMENT	TOTALS	
						2001	2000
\$ 136,339	\$ 6,634	\$ -	\$ 62,032	\$ 686,375	\$ 194,893	\$ 2,208,497	\$ 1,830,223
171,494	-	-	-	-	-	1,234,092	872,849
-	-	-	-	-	-	6,342	201,696
-	-	35,237	62,134	-	-	97,371	44,869
-	-	-	-	-	-	35,100	32,290
-	-	-	-	-	-	4,794	5,414
\$ 307,833	\$ 6,634	\$ 35,237	\$ 124,166	\$ 686,375	\$ 194,893	\$ 3,586,196	\$ 2,987,341
\$ -	\$ -	\$ 9,696	\$ -	\$ -	\$ -	\$ 13,424	\$ 10
5,823	-	-	27,183	-	-	33,923	12,870
-	-	20,848	-	-	-	62,394	46,671
5,823	-	30,544	27,183	-	-	109,741	59,551
171,494	-	-	-	-	-	1,234,092	991,624
-	-	-	-	-	-	4,795	5,414
130,516	6,634	-	96,983	-	194,893	429,026	1,364,557
-	-	4,693	-	686,375	-	1,808,542	566,195
302,010	6,634	4,693	96,983	686,375	194,893	3,476,455	2,927,790
\$ 307,833	\$ 6,634	\$ 35,237	\$ 124,166	\$ 686,375	\$ 194,893	\$ 3,586,196	\$ 2,987,341

CITY OF MARSHFIELD, WISCONSIN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2000)

	ROOM TAX	CONVENTION AND VISITORS BUREAU	COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM	ECONOMIC DEVELOPMENT	BUSINESS IMPROVEMENT DISTRICT
REVENUES					
Taxes	\$ 250,406	\$ -	\$ -	\$ -	\$ -
Intergovernmental	6,400	-	-	120,000	-
Public charges for services	-	-	-	-	27,644
Miscellaneous	-	54,225	4,056	56,055	50
TOTAL REVENUES	256,806	54,225	4,056	176,055	27,694
EXPENDITURES					
Current:					
Public Safety	-	-	-	-	-
Public Works	-	-	-	-	-
Culture, recreation and education	12,995	150,720	-	-	-
Conservation and development	-	-	-	50,000	27,427
Capital Outlay	6,948	-	-	-	-
TOTAL EXPENDITURES	19,943	150,720	-	50,000	27,427
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	236,863	(96,495)	4,056	126,055	267
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	141,900	-	-	-
Operating transfers out	(176,900)	-	(23,056)	-	-
Operating transfers in(out)-proprietary funds	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(176,900)	141,900	(23,056)	-	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	59,964	45,405	(19,000)	126,055	267
FUND BALANCES (DEFICITS) AT BEGINNING OF YEAR	112,763	59,212	368,203	1,432,008	(10)
FUND BALANCE AT END OF YEAR	\$ 172,727	\$ 104,617	\$ 349,203	\$ 1,558,063	\$ 257

RESIDENTIAL REVOLVING LOAN	COMMERCIAL INTEREST SUBSIDY	LAW ENFORCEMENT	TAXI SYSTEM	UTILITY DIVIDEND FUND	EAST INDUSTRIAL PARK IMPROVEMENT	TOTALS	
						2001	2000
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250,406	\$ 226,522
-	-	191,707	305,503	-	-	623,610	320,661
-	-	2,050	-	-	-	29,694	28,335
18,509	140	26,526	29	-	-	159,590	172,349
<u>18,509</u>	<u>140</u>	<u>220,283</u>	<u>305,532</u>	<u>-</u>	<u>-</u>	<u>1,063,300</u>	<u>747,867</u>
-	-	215,590	-	-	-	215,590	-
-	-	-	260,753	-	-	260,753	268,927
-	-	-	-	-	-	163,715	133,844
25	7,210	-	-	-	(412)	84,250	116,908
-	-	-	35,110	-	-	42,058	124,002
<u>25</u>	<u>7,210</u>	<u>215,590</u>	<u>295,863</u>	<u>-</u>	<u>(412)</u>	<u>766,366</u>	<u>643,681</u>
18,484	(7,070)	4,693	9,669	-	412	296,934	104,186
23,056	-	-	-	-	-	164,956	144,021
-	-	-	-	(102,000)	-	(301,956)	(179,021)
-	-	-	-	388,731	-	388,731	399,644
<u>23,056</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>286,731</u>	<u>-</u>	<u>251,731</u>	<u>364,644</u>
41,540	(7,070)	4,693	9,669	286,731	412	548,665	468,830
260,470	13,704	-	87,315	399,644	194,481	2,927,790	2,458,960
<u>\$ 302,010</u>	<u>\$ 6,634</u>	<u>\$ 4,693</u>	<u>\$ 96,984</u>	<u>\$ 686,375</u>	<u>\$ 194,893</u>	<u>\$ 3,476,455</u>	<u>\$ 2,927,790</u>

CITY OF MARSHFIELD, WISCONSIN
ROOM TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
Public accomodation taxes	\$ 210,000	\$ 250,406	\$ 40,406
Intergovernmental:			
Federal grants		5,516	
State grants	-	884	884
TOTAL REVENUES	<u>210,000</u>	<u>256,806</u>	<u>41,290</u>
EXPENDITURES			
Culture, recreation and education			
Parks	-	12,995	(12,995)
Capital Outlay:			
Parks	65,000	6,948	58,052
TOTAL EXPENDITURES	<u>65,000</u>	<u>19,943</u>	<u>45,057</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	145,000	236,863	86,347
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(154,000)	(176,900)	(22,900)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(154,000)</u>	<u>(176,900)</u>	<u>(22,900)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(9,000)	59,964	63,448
FUND BALANCE AT BEGINNING OF YEAR	112,763	112,763	-
FUND BALANCE AT END OF YEAR	<u>\$ 103,763</u>	<u>\$ 172,727</u>	<u>\$ 63,448</u>

CITY OF MARSHFIELD, WISCONSIN
 CONVENTION AND VISITORS BUREAU SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Miscellaneous:			
Interest	\$ 200	\$ 446	\$ 246
Miscellaneous	44,500	53,779	9,279
TOTAL REVENUES	<u>44,700</u>	<u>54,225</u>	<u>9,525</u>
EXPENDITURES			
Current:			
Culture, recreation and education			
Culture	161,090	150,720	10,370
TOTAL EXPENDITURES	<u>161,090</u>	<u>150,720</u>	<u>10,370</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(116,390)	(96,495)	19,895
OTHER FINANCING SOURCES (USES)			
Operating transfers in	119,000	141,900	22,900
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,610	45,405	42,794
FUND BALANCE AT BEGINNING OF YEAR	59,212	59,212	-
FUND BALANCE AT END OF YEAR	<u>\$ 61,822</u>	<u>\$ 104,617</u>	<u>\$ 42,794</u>

CITY OF MARSHFIELD, WISCONSIN
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Miscellaneous:			
Miscellaneous	\$ -	\$ 4,056	\$ 4,056
EXPENDITURES			
Current:			
Conservation and development			
Urban development	1,300	-	1,300
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,300)	4,056	5,356
OTHER FINANCING SOURCES (USES)			
Operating transfers out	-	(23,056)	(23,056)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,300)	(19,000)	(17,700)
FUND BALANCE AT BEGINNING OF YEAR	368,203	368,203	-
FUND BALANCE AT END OF YEAR	<u>\$ 366,903</u>	<u>\$ 349,203</u>	<u>\$ (17,700)</u>

CITY OF MARSHFIELD, WISCONSIN
 ECONOMIC DEVELOPMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Intergovernmental			
State grants	\$ -	\$ 120,000	\$ 120,000
Miscellaneous:			
Interest	57,000	56,055	(945)
TOTAL REVENUES	<u>57,000</u>	<u>176,055</u>	<u>119,055</u>
EXPENDITURES			
Current:			
Conservation and development			
Economic development	50,000	50,000	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	7,000	126,055	119,055
FUND BALANCE AT BEGINNING OF YEAR	1,432,008	1,432,008	-
FUND BALANCE AT END OF YEAR	<u>\$ 1,439,008</u>	<u>\$ 1,558,063</u>	<u>\$ 119,055</u>

CITY OF MARSHFIELD, WISCONSIN
 BUSINESS IMPROVEMENT DISTRICT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Public charges for services:			
Economic development	\$ 32,646	\$ 27,644	\$ (5,002)
Miscellaneous:			
Interest	100	50	(50)
TOTAL REVENUES	<u>32,746</u>	<u>27,694</u>	<u>(5,052)</u>
EXPENDITURES			
Current:			
Conservation and development			
Economic development	32,646	27,427	5,219
EXCESS OF REVENUES OVER EXPENDITURES	100	267	166
FUND BALANCE AT BEGINNING OF YEAR	(10)	(10)	-
FUND BALANCE AT END OF YEAR	<u>\$ 90</u>	<u>\$ 257</u>	<u>\$ 166</u>

CITY OF MARSHFIELD, WISCONSIN
 RESIDENTIAL REVOLVING LOAN FUND SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Miscellaneous:			
Interest	\$ 800	\$ 2,673	\$ 1,873
Miscellaneous	-	15,836	15,836
TOTAL REVENUES	<u>800</u>	<u>18,509</u>	<u>17,710</u>
EXPENDITURES			
Current:			
Conservation and development			
Economic development	-	25	(25)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	800	18,484	17,685
OTHER FINANCING SOURCES (USES)			
Operating transfers in	-	23,056	23,056
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	800	41,540	40,740
FUND BALANCE AT BEGINNING OF YEAR	260,470	260,470	-
FUND BALANCE AT END OF YEAR	<u>\$ 261,270</u>	<u>\$ 302,010</u>	<u>\$ 40,740</u>

CITY OF MARSHFIELD, WISCONSIN
COMMERCIAL INTEREST SUBSIDY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Miscellaneous:			
Interest	\$ 150	\$ 140	\$ (10)
EXPENDITURES			
Current:			
Conservation and development			
Economic development	-	7,210	(7,210)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	150	(7,070)	(7,220)
FUND BALANCE AT BEGINNING OF YEAR	13,704	13,704	-
FUND BALANCE AT END OF YEAR	\$ 13,854	\$ 6,634	\$ (7,220)

CITY OF MARSHFIELD, WISCONSIN
 LAW ENFORCEMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Intergovernmental:			
State grants	\$ -	\$ 191,707	\$ 191,707
Public charges for services			
Federal shared revenue		2,050	
Miscellaneous:			
Miscellaneous	23,000	26,526	3,526
TOTAL REVENUES	<u>23,000</u>	<u>220,283</u>	<u>195,233</u>
EXPENDITURES			
Current:			
Public Safety			
Law enforcement	23,000	215,590	192,590
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	4,693	195,233
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>\$ 4,693</u>	<u>\$ 195,233</u>

CITY OF MARSHFIELD, WISCONSIN
TAXI SYSTEM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Intergovernmental:			
State grants	\$ 265,000	\$ 305,503	\$ 40,503
Miscellaneous			
Miscellaneous	-	29	29
TOTAL REVENUES	<u>265,000</u>	<u>305,532</u>	<u>40,532</u>
EXPENDITURES			
Current:			
Public works			
Other transportation	265,000	260,753	4,247
Capital Outlay:			
Automotive equipment	-	35,110	(35,110)
TOTAL EXPENDITURES	<u>265,000</u>	<u>295,863</u>	<u>(30,863)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	9,669	9,669
FUND BALANCE AT BEGINNING OF YEAR	87,315	87,315	-
FUND BALANCE AT END OF YEAR	<u>\$ 87,315</u>	<u>\$ 96,984</u>	<u>\$ 9,669</u>

CITY OF MARSHFIELD, WISCONSIN
 UTILITY DIVIDEND SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
OTHER FINANCING SOURCES (USES)			
Operating transfers in(out)-proprietary funds	\$ 102,000	\$ 388,731	\$ 286,731
Operating transfers out	(102,000)	(102,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>286,731</u>	<u>286,731</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	286,731	286,731
FUND BALANCE AT BEGINNING OF YEAR	399,644	399,644	-
FUND BALANCE AT END OF YEAR	<u>\$ 399,644</u>	<u>\$ 686,375</u>	<u>\$ 286,731</u>

CITY OF MARSHFIELD, WISCONSIN
 EAST INDUSTRIAL PARK IMPROVEMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
EXPENDITURES			
Current:			
Conservation and development			
Economic development	\$ -	\$ (412)	\$ 412
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	412	412
FUND BALANCE AT BEGINNING OF YEAR	194,481	194,481	-
FUND BALANCE AT END OF YEAR	<u>\$ 194,481</u>	<u>\$ 194,893</u>	<u>\$ 412</u>

DEBT SERVICE FUNDS

- **Long-Term Notes** – to accumulate monies for payment of all long-term notes and bonds except for those notes to be paid by Proprietary Fund user fees. Property taxes are levied to finance the debt service.
- **State Trust Fund Loan** – to accumulate monies for payment of all state trust fund loans. Property taxes, including those on the Tax Incremental Districts #2 and #3, are levied to finance the debt service.
- **General Obligation Refunding Bonds** – to accumulate monies for payment of the 1993 refunding issue. Property taxes are levied to finance the debt service.

CITY OF MARSHFIELD, WISCONSIN
 COMBINING BALANCE SHEET-ALL DEBT SERVICE FUNDS
 DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2000)

	LONG-TERM NOTES	STATE TRUST FUND LOAN	REFUNDING BONDS	TOTALS	
				2001	2000
ASSETS					
Cash	\$ 209,180	\$ 1,338	\$ 1	\$ 210,519	\$ 208,217
Due from other funds	2,486,994	225,605	11,830	2,724,429	2,522,822
TOTAL ASSETS	\$ 2,696,174	\$ 226,943	\$ 11,831	\$ 2,934,948	\$ 2,731,039
 LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 269.00
Deferred revenues:					
Tax roll	2,486,994	225,605	11,830	2,724,429	2,522,822
TOTAL LIABILITIES	2,486,994	225,605	11,830	2,724,429	2,523,091
 FUND BALANCES					
Reserved for debt service	209,180	1,338	1	210,519	207,948
TOTAL FUND BALANCES	209,180	1,338	1	210,519	207,948
 TOTAL LIABILITIES AND FUND BALANCES	 \$ 2,696,174	 \$ 226,943	 \$ 11,831	 \$ 2,934,948	 \$ 2,731,039

CITY OF MARSHFIELD, WISCONSIN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-ALL DEBT SERVICE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2000)

	LONG-TERM NOTES	STATE TRUST FUND LOANS	REFUNDING BONDS	TOTALS	
				2001	2000
REVENUES					
Taxes:					
General property	\$ 2,313,429	\$ 171,442	\$ 37,951	\$ 2,522,822	\$ 2,401,204
Intergovernmental:					
Other state payment	29,984	-	-	29,984	104,866
Miscellaneous	9,765	-	-	9,765	-
TOTAL REVENUES	<u>2,353,178</u>	<u>171,442</u>	<u>37,951</u>	<u>2,562,571</u>	<u>2,506,070</u>
EXPENDITURES					
Debt Service:					
Principal retirement	1,875,099	174,473	35,000	2,084,572	1,532,591
Interest and fiscal charges	837,838	112,076	2,951	952,865	820,802
TOTAL EXPENDITURES	<u>2,712,937</u>	<u>286,549</u>	<u>37,951</u>	<u>3,037,437</u>	<u>2,353,393</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(359,759)	(115,107)	-	(474,867)	152,677
OTHER FINANCING SOURCES					
Operating transfers in	371,800	105,637	-	477,437	166,835
TOTAL OTHER FINANCING SOURCES (USES)	<u>371,800</u>	<u>105,637</u>	<u>-</u>	<u>477,437</u>	<u>166,835</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	12,041	(9,470)	-	2,571	319,512
FUND BALANCES(DEFICITS) AT BEGINNING OF YEAR	197,139	10,808	1	207,948	(111,564)
FUND BALANCES AT END OF YEAR	<u>\$ 209,180</u>	<u>\$ 1,338</u>	<u>\$ 1</u>	<u>\$ 210,519</u>	<u>\$ 207,948</u>

CITY OF MARSHFIELD, WISCONSIN
LONG-TERM NOTES DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 2,313,429	\$ 2,313,429	\$ -
Intergovernmental:			
Other state payment	-	29,984	29,984
Miscellaneous			
Sale of property and equipment	-	9,765	9,765
TOTAL REVENUES	<u>2,313,429</u>	<u>2,353,178</u>	<u>39,749</u>
EXPENDITURES			
Debt Service:			
Principal retirement	1,875,099	1,875,099	-
Interest and fiscal charges	837,778	837,838	(60)
TOTAL EXPENDITURES	<u>2,712,877</u>	<u>2,712,937</u>	<u>(60)</u>
 EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	 (399,448)	 (359,759)	 39,689
OTHER FINANCING SOURCES (USES)			
Operating transfers in	398,689	371,800	(26,889)
TOTAL OTHER FINANCING SOURCES (USES)	<u>398,689</u>	<u>371,800</u>	<u>(26,889)</u>
 EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	 (759)	 12,041	 12,800
FUND BALANCE(DEFICIT) AT BEGINNING OF YEAR	<u>83,688</u>	<u>197,139</u>	<u>113,451</u>
FUND BALANCE AT END OF YEAR	<u><u>\$ 82,929</u></u>	<u><u>\$ 209,180</u></u>	<u><u>\$ 126,251</u></u>

CITY OF MARSHFIELD, WISCONSIN
STATE TRUST FUND LOANS DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 171,442	\$ 171,442	\$ -
TOTAL REVENUES	<u>171,442</u>	<u>171,442</u>	<u>-</u>
EXPENDITURES			
Debt Service:			
Principal retirement	174,473	174,473	-
Interest and fiscal charges	112,076	112,076	-
TOTAL EXPENDITURES	<u>286,549</u>	<u>286,549</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(115,107)	(115,107)	-
OTHER FINANCING SOURCES (USES)			
Operating transfers in	116,752	105,637	(11,115)
TOTAL OTHER FINANCING SOURCES (USES)	<u>116,752</u>	<u>105,637</u>	<u>(11,115)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	1,645	(9,470)	(11,115)
FUND BALANCE AT BEGINNING OF YEAR	<u>13,163</u>	<u>10,808</u>	<u>(2,355)</u>
FUND BALANCE AT END OF YEAR	<u>\$ 14,808</u>	<u>\$ 1,338</u>	<u>\$ (13,470)</u>

CITY OF MARSHFIELD, WISCONSIN
 REFUNDING BONDS DEBT SERVICE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 37,951	\$ 37,951	\$ -
TOTAL REVENUES	<u>37,951</u>	<u>37,951</u>	<u>-</u>
EXPENDITURES			
Debt Service:			
Principal retirement	35,000	35,000	-
Interest and fiscal charges	2,952	2,951	1
TOTAL EXPENDITURES	<u>37,952</u>	<u>37,951</u>	<u>1</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1)	37,951	1
FUND BALANCE AT BEGINNING OF YEAR	<u>1</u>	<u>1</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

CAPITAL PROJECTS FUNDS

- **Street Construction** – to account for the financing and construction of street projects within the City. Financing is provided by general obligation note proceeds, intergovernmental revenues, and property taxes.
- **Storm Sewer Construction** – to account for the costs of extending the storm sewer system within the City. Financing is provided by general obligation note proceeds, intergovernmental revenues, and property taxes.
- **Fire Protection Outlay** – to account for the financing and construction of new fire protection equipment.
- **Sanitary Sewer Construction Outlay** – to account for the financing and construction of sanitary sewer projects within the City. Financing is provided by general obligation note proceeds and property taxes.
- **Airport Outlay** – to account for the costs of capital improvements at the airport. Financing is provided by general obligation note proceeds, intergovernmental revenues, and property taxes.
- **Parks & Recreation Capital Project Fund** – to account for funds designated for specific Parks & Recreation projects. Financing is to be provided primarily through room tax proceeds, property taxes, and general obligation note proceeds.
- **Water Main Construction Outlay** – to account for the financing and construction of water main projects within the City. Financing is provided by property taxes and general obligation note proceeds.
- **T.I.D. #3** – to account for the City's share of the costs pertinent to the redevelopment of the "old" City hall building into a commercial and residential housing facility.
- **T.I.D. #2** – to account for the City's share of the cost pertinent to the redevelopment of the Purdy School building into an independent living senior housing facility.
- **T.I.D. #4** – to account for the City's share of costs pertinent to revitalization of the downtown area.
- **T.I.D. #6** – to account for the City's share of infrastructure costs pertinent to the expansion of Figi's, Inc., a local distributor of mail order gifts. Financing is provided by general obligation note proceeds.
- **T.I.D. #5** – to account for the improvements to Mill Creek Business Park. Financing is provided by general obligation note proceeds.
- **Dairy Research/Education Center** – to account for the purchase of land for the site of the Upper Midwest Dairy Research & Education Center. Financing is provided by general obligation note proceeds.
- **T.I.D.#7** – to account for improvements to Yellowstone Business Park.
- **City Hall Plaza Remodeling** – to account for the costs of remodeling the City Hall Plaza. Financing is provided by general obligation note proceeds.
- **UW Building/Remodeling** – to account for the City's share of costs for the remodeling/expansion project at the UW Marshfield/Wood County campus. Financing is provided by general obligation note proceeds.

CITY OF MARSHFIELD, WISCONSIN
 COMBINING BALANCE SHEET-ALL CAPITAL PROJECT FUNDS
 DECEMBER 31, 2001
 (WITH COMPARITIVE TOTALS FOR DECEMBER 31, 2000)

	STREET CONSTRUCTION	STORM SEWER CONSTRUCTION	FIRE PROTECTION OUTLAY	SANITARY SEWER CONSTRUCTION	AIRPORT OUTLAY	PARKS & RECR CAP PROJ FUND	WATER MAIN CONSTRUCTION	T.I.D. #3
ASSETS								
Cash and investments	\$ 30,780	\$ 308,981	\$ 44,246	\$ 77,808	\$ 20,445	\$ 687,170	\$ 119,652	\$ -
Other receivable	11,634	350	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
Due from other funds	496,742	49,500	-	-	-	283,740	-	8,760
Prepaid expenditures	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 539,156	\$ 358,831	\$ 44,246	\$ 77,808	\$ 20,445	\$ 970,910	\$ 119,652	\$ 8,760
LIABILITIES AND FUND BALANCES								
LIABILITIES								
Cash overdraft	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,602
Accounts payable	48,157	1,401	-	-	-	32,794	-	-
Due to other governments	185,009	44	-	-	-	-	-	-
Deferred revenue	463,801	49,500	-	-	-	283,740	-	8,760
TOTAL LIABILITIES	696,967	50,945	-	-	-	316,534	-	19,362
FUND BALANCES								
Reserved for prepaid items	-	-	-	-	-	-	-	-
Unreserved								
Designated for cap projects	-	307,886	44,246	77,808	20,445	654,376	119,652	-
Undesignated(deficit)	(157,811)	-	-	-	-	-	-	(10,602)
TOTAL FUND BALANCES (DEFICITS)	(157,811)	307,886	44,246	77,808	20,445	654,376	119,652	(10,602)
TOTAL LIABILITIES AND FUND BALANCES	\$ 539,156	\$ 358,831	\$ 44,246	\$ 77,808	\$ 20,445	\$ 970,910	\$ 119,652	\$ 8,760

T.I.D. #2	T.I.D. #4	T.I.D. #6	T.I.D. #5	T.I.D. #7	DAIRY RESEARCH/ EDUCATION CENTER	CITY HALL PLAZA REMODELING FUND	UW REMODELING AND CONSTRUCTION	TOTALS	
								2001	2000
\$ -	\$ -	\$ 179,324	\$ 979,133	\$ -	\$ 163,190	\$ 136,996	\$ 14,784	\$ 2,762,509	\$ 1,631,675
-	-	-	-	-	12,578	-	-	24,562	535,755
-	-	-	-	-	-	-	-	-	540,000
82,346	25,750	12,289	67,549	-	-	14,000	-	1,040,676	1,541,189
-	-	-	-	-	-	-	-	-	33,900
\$ 82,346	\$ 25,750	\$ 191,613	\$ 1,046,682	\$ -	\$ 175,768	\$ 150,996	\$ 14,784	\$ 3,827,747	\$ 4,282,519
\$ -	\$ 1,738,759	\$ -	\$ -	\$ 317	\$ -	\$ -	\$ -	\$ 1,749,678	\$ 2,647,240
-	150	-	-	-	196	15,693	-	98,392	172,206
-	-	-	-	-	-	-	-	185,053	19,583
82,346	25,750	12,289	67,549	-	-	14,000	-	1,007,735	1,533,416
82,346	1,764,659	12,289	67,549	317	196	29,693	-	3,040,858	4,372,445
-	-	-	-	-	-	-	-	-	33,900
-	-	179,324	979,133	-	175,572	121,303	14,784	2,694,528	1,906,514
-	(1,738,909)	-	-	(317)	-	-	-	(1,907,639)	(2,030,340)
-	(1,738,909)	179,324	979,133	(317)	175,572	121,303	14,784	786,890	(89,926)
\$ 82,346	\$ 25,750	\$ 191,613	\$ 1,046,682	\$ -	\$ 175,768	\$ 150,996	\$ 14,784	\$ 3,827,747	\$ 4,282,519

CITY OF MARSHFIELD, WISCONSIN
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-ALL CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2000)

	STREET CONSTRUCTION	STORM SEWER CONSTRUCTION	FIRE PROTECTION OUTLAY	SANITARY SEWER CONSTRUCTION	AIRPORT OUTLAY	PARKS & REC CAP PROJ FUND	WATER MAIN CONSTRUCTION	T.I.D. #3
REVENUES								
Taxes	\$ 463,873	\$ 330,000	\$ -	\$ 47,916	\$ -	\$ 425,000	\$ -	\$ 23,020
Intergovernmental	-	-	-	-	-	73,838	-	55
Public charges for services	161,396	-	-	-	-	-	-	-
Intergovernmental charges for services	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>625,269</u>	<u>330,000</u>	<u>-</u>	<u>47,916</u>	<u>-</u>	<u>498,838</u>	<u>-</u>	<u>23,075</u>
EXPENDITURES								
Current:								
General government	-	-	-	-	-	-	-	-
Conservation and development	-	-	-	-	-	-	-	11,127
Capital outlay	2,026,228	559,807	405,754	135,465	11,963	371,135	-	-
Debt service								
Interest and fiscal charges	13,986	-	-	-	-	-	-	-
TOTAL EXPENDITURES	<u>2,040,214</u>	<u>559,807</u>	<u>405,754</u>	<u>135,465</u>	<u>11,963</u>	<u>371,135</u>	<u>-</u>	<u>11,127</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,414,945)	(229,807)	(405,754)	(87,549)	(11,963)	127,703	-	11,948
OTHER FINANCING SOURCES (USES)								
Proceeds of general obligation debt	1,139,477	543,000	-	-	-	-	-	-
Operating transfers in	55,000	56,600	-	111,800	-	144,000	83,200	-
Operating transfers out	(251,600)	(55,000)	-	-	(32,000)	-	-	(22,442)
Operating transfers in(out)-proprietary funds	-	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>942,877</u>	<u>544,600</u>	<u>-</u>	<u>111,800</u>	<u>(32,000)</u>	<u>144,000</u>	<u>83,200</u>	<u>(22,442)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(472,068)	314,793	(405,754)	24,251	(43,963)	271,703	83,200	(10,494)
FUND BALANCE(DEFICIT) AT BEGINNING OF YEAR	314,257	(6,907)	450,000	53,557	64,408	382,673	36,452	(108)
FUND BALANCE(DEFICIT) AT END OF YEAR	<u>\$ (157,811)</u>	<u>\$ 307,886</u>	<u>\$ 44,246</u>	<u>\$ 77,808</u>	<u>\$ 20,445</u>	<u>\$ 654,376</u>	<u>\$ 119,652</u>	<u>\$ (10,602)</u>

T.I.D. #2	T.I.D. #4	T.I.D. #6	T.I.D. #5	T.I.D. #7	DAIRY RESEARCH/ EDUCATION CENTER	CITY HALL PLAZA REMODELING FUND	UW REMODELING AND CONSTRUCTION	TOTALS	
								2001	2000
\$ 83,382	\$ -	\$ 17,332	\$ 82,894	\$ -	\$ -	\$ 80,000	\$ -	\$ 1,533,418	\$ 1,176,890
34	29,590	5,344	4,858	-	-	-	-	113,719	762,523
-	-	-	-	-	-	-	-	161,396	131,494
-	-	-	-	-	-	-	-	-	195,000
-	-	-	200	-	12,578	-	-	12,778	136,796
<u>83,416</u>	<u>29,590</u>	<u>22,676</u>	<u>67,952</u>	<u>-</u>	<u>12,578</u>	<u>80,000</u>	<u>-</u>	<u>1,821,311</u>	<u>2,402,703</u>
-	-	-	-	-	-	14,800	-	14,800	-
113	-	315	1,500	12,367	-	-	-	25,422	123,542
-	626,261	-	(6,463)	-	9,424	23,234	42,874	4,205,682	6,395,150
-	9,825	-	6,071	-	-	-	-	29,882	35,352
<u>113</u>	<u>636,086</u>	<u>315</u>	<u>1,108</u>	<u>12,367</u>	<u>9,424</u>	<u>38,034</u>	<u>42,874</u>	<u>4,275,786</u>	<u>6,554,044</u>
83,303	(806,496)	22,361	66,844	(12,367)	3,154	41,966	(42,874)	(2,454,475)	(4,151,341)
-	852,201	-	1,150,000	-	-	-	-	3,684,678	3,206,725
-	-	-	-	12,050	-	-	-	462,650	432,169
(83,195)	(38,338)	(73,692)	(160,770)	-	(99,000)	-	-	(816,037)	(541,836)
<u>(83,195)</u>	<u>813,863</u>	<u>(73,692)</u>	<u>989,230</u>	<u>12,050</u>	<u>(99,000)</u>	<u>-</u>	<u>-</u>	<u>3,331,291</u>	<u>3,205,058</u>
108	207,367	(51,331)	1,056,074	(317)	(95,846)	41,966	(42,874)	876,816	(946,283)
(108)	(1,946,276)	230,655	(76,941)	-	271,418	79,337	57,657	(89,926)	856,357
<u>\$ -</u>	<u>\$ (1,738,909)</u>	<u>\$ 179,324</u>	<u>\$ 979,133</u>	<u>\$ (317)</u>	<u>\$ 175,572</u>	<u>\$ 121,303</u>	<u>\$ 14,784</u>	<u>\$ 786,890</u>	<u>\$ (89,926)</u>

CITY OF MARSHFIELD, WISCONSIN
STREET CONSTRUCTION CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 463,872	\$ 463,873	\$ 1
Public charges for services:			
Highway maintenance and construction fees	-	161,396	161,396
TOTAL REVENUES	<u>463,872</u>	<u>625,269</u>	<u>161,397</u>
EXPENDITURES			
Capital outlay:			
Public works	1,575,897	2,026,228	(450,331)
Debt Service:			
Interest and fiscal charges	24,225	13,986	10,239
TOTAL EXPENDITURES	<u>1,600,122</u>	<u>2,040,214</u>	<u>(440,092)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,136,250)	(1,414,945)	(278,696)
OTHER FINANCING SOURCES (USES)			
Proceeds of general obligation debt	1,260,000	1,139,477	(120,523)
Operating transfers in	55,000	55,000	-
Operating transfers out	(251,600)	(251,600)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,063,400</u>	<u>942,877</u>	<u>(120,523)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(72,850)	(472,068)	(399,219)
FUND BALANCE AT BEGINNING OF YEAR	314,257	314,257	-
FUND BALANCE AT END OF YEAR	<u>\$ 241,407</u>	<u>\$ (157,811)</u>	<u>\$ (399,219)</u>

CITY OF MARSHFIELD, WISCONSIN
 STORM SEWER CONSTRUCTION CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes			
General property	\$ 330,000	\$ 330,000	\$ -
Intergovernmental charges for services:			
Other local transportation	61,000	-	(61,000)
TOTAL REVENUES	<u>391,000</u>	<u>330,000</u>	<u>(61,000)</u>
EXPENDITURES			
Capital Outlay:			
Public works	653,440	559,807	93,633
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(262,440)	(229,807)	32,633
OTHER FINANCING SOURCES (USES)			
Proceeds of general obligation debt	543,000	543,000	-
Operating transfers in	56,600	56,600	-
Operating transfers out	(55,000)	(55,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>544,600</u>	<u>544,600</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	282,160	314,793	32,633
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	(6,907)	(6,907)	-
FUND BALANCE AT END OF YEAR	<u>\$ 275,253</u>	<u>\$ 307,886</u>	<u>\$ 32,633</u>

CITY OF MARSHFIELD, WISCONSIN
 FIRE PROTECTION CAPITAL OUTLAY FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
EXPENDITURES			
Capital Outlay:			
Public safety	\$ -	\$ 405,754	\$ (405,754)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	(405,754)	(405,754)
FUND BALANCE AT BEGINNING OF YEAR	450,000	450,000	-
FUND BALANCE AT END OF YEAR	<u>\$ 450,000</u>	<u>\$ 44,246</u>	<u>\$ (405,754)</u>

CITY OF MARSHFIELD, WISCONSIN
SANITARY SEWER CONSTRUCTION CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 47,916	\$ 47,916	\$ -
EXPENDITURES			
Capital Outlay:			
Public works	174,716	135,465	39,251
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(126,800)	(87,549)	39,251
OTHER FINANCING SOURCES (USES)			
Operating transfers in	111,800	111,800	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(15,000)	24,251	39,251
FUND BALANCE AT BEGINNING OF YEAR	53,557	53,557	-
FUND BALANCE AT END OF YEAR	\$ 38,557	\$ 77,808	\$ 39,251

CITY OF MARSHFIELD, WISCONSIN
 AIRPORT OUTLAY CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
EXPENDITURES			
Capital Outlay:			
Public works	12,000	11,963	37
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(12,000)	(11,963)	37
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(32,000)	(32,000)	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(44,000)	(43,963)	37
FUND BALANCE AT BEGINNING OF YEAR	64,408	64,408	-
FUND BALANCE AT END OF YEAR	\$ 20,408	\$ 20,445	\$ 37

CITY OF MARSHFIELD, WISCONSIN
PARKS / RECREATION CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 425,000	\$ 425,000	\$ -
Intergovernmental:			
State grants	233,000	73,838	(159,162)
TOTAL REVENUES	<u>658,000</u>	<u>498,838</u>	<u>(159,162)</u>
EXPENDITURES			
Capital Outlay:			
Economic development	-	835	(835)
Storm Sewer Construction	102,000	211,395	(109,395)
Parks Outlay	502,500	133,905	368,595
Other Culture & Recreation Outlay	25,000	25,000	-
TOTAL EXPENDITURES	<u>629,500</u>	<u>371,135</u>	<u>258,365</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	28,500	127,703	99,203
OTHER FINANCING SOURCES (USES)			
Operating transfers in	<u>144,000</u>	<u>144,000</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	172,500	271,703	99,203
FUND BALANCE AT BEGINNING OF YEAR	382,673	382,673	-
FUND BALANCE AT END OF YEAR	<u>\$ 555,173</u>	<u>\$ 654,376</u>	<u>\$ 99,203</u>

CITY OF MARSHFIELD, WISCONSIN
WATER MAIN CONSTRUCTION CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
EXPENDITURES			
Capital Outlay:			
Public Works	\$ 83,200	\$ -	\$ 83,200
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(83,200)	-	83,200
OTHER FINANCING SOURCES (USES)			
Operating transfers in	83,200	83,200	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	83,200	83,200
FUND BALANCE AT BEGINNING OF YEAR	36,452	36,452	-
FUND BALANCE AT END OF YEAR	\$ 36,452	\$ 119,652	\$ 83,200

CITY OF MARSHFIELD, WISCONSIN
T.I.D. NO. 3 (TOWER HALL) CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECMEBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 22,661	\$ 23,020	\$ 359
Intergovernmental:			
State shared taxes	19	55	36
TOTAL REVENUES	<u>22,680</u>	<u>23,075</u>	<u>395</u>
EXPENDITURES			
Current:			
Conservation and development			
Urban development	113	11,127	(11,014)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	22,567	11,948	(10,618)
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(22,567)	(22,442)	(125)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(10,494)	(10,494)
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	(108)	(108)	-
FUND BALANCE (DEFICIT) AT END OF YEAR	<u>\$ (108)</u>	<u>\$ (10,602)</u>	<u>\$ 10,494</u>

CITY OF MARSHFIELD, WISCONSIN
T.I.D. NO. 2 (PURDY SCHOOL) CAPITAL PROJECT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 82,080	\$ 83,382	\$ 1,302
Intergovernmental:			
Other state shared taxes	56	34	(22)
TOTAL REVENUES	<u>82,136</u>	<u>83,416</u>	<u>1,280</u>
EXPENDITURES			
Current:			
Conservation and development			
Urban development	113	113	113
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	82,023	83,303	1,393
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(82,023)	(83,195)	(1,172)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	108	108
FUND BALANCE(DEFICIT) AT BEGINNING OF YEAR	(108)	(108)	-
FUND BALANCE(DEFICIT) AT END OF YEAR	<u>\$ (108)</u>	<u>\$ -</u>	<u>\$ 108</u>

CITY OF MARSHFIELD, WISCONSIN
T.I.D. NO.4 (DOWNTOWN IMPROVEMENTS) CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Intergovernmental:			
Other state shared taxes	\$ 27,448	\$ 29,590	\$ 2,142
EXPENDITURES			
Capital Outlay:			
Parking facilities	-	22,482	(22,482)
Conservation and development	830,328	603,779	226,549
Debt Service			
Interest and fiscal charges	30,000	9,825	20,175
TOTAL EXPENDITURES	<u>860,328</u>	<u>636,086</u>	<u>224,242</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(832,880)	(606,496)	226,384
OTHER FINANCING SOURCES (USES)			
Proceeds of general obligation debt	860,000	852,201	(7,799)
Operating transfers out	(27,120)	(38,338)	(11,218)
TOTAL OTHER FINANCING SOURCES (USES)	<u>832,880</u>	<u>813,863</u>	<u>(19,017)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	207,367	207,367
FUND BALANCE(DEFICIT) AT BEGINNING OF YEAR	<u>(1,946,276)</u>	<u>(1,946,276)</u>	<u>-</u>
FUND BALANCE(DEFICIT) AT END OF YEAR	<u>\$ (1,946,276)</u>	<u>\$ (1,738,909)</u>	<u>\$ 207,367</u>

CITY OF MARSHFIELD, WISCONSIN
T.I.D. NO. 6 (FIGI'S) CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes			
General property	\$ 17,061	\$ 17,332	\$ 271
Intergovernmental			
Other State shared revenue	-	5,344	5,344
TOTAL REVENUES	<u>17,061</u>	<u>22,676</u>	<u>5,615</u>
EXPENDITURES			
Current:			
Conservation and development			
Urban development	315	315	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	16,746	22,361	5,615
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(16,746)	(73,692)	(56,946)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(51,331)	(51,331)
FUND BALANCE AT BEGINNING OF YEAR	230,655	230,655	-
FUND BALANCE AT END OF YEAR	<u>\$ 230,655</u>	<u>\$ 179,324</u>	<u>\$ (51,331)</u>

CITY OF MARSHFIELD, WISCONSIN
T.I.D. NO. 5 (MILL CREEK BUSINESS PARK) CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes			
General property	\$ 61,799	\$ 62,894	\$ 1,095
Intergovernmental			
Other State shared revenues	-	4,858	4,858
Miscellaneous:			
Rent	550	200	(350)
TOTAL REVENUES	<u>62,349</u>	<u>67,952</u>	<u>5,603</u>
EXPENDITURES			
Current:			
Conservation and development			
Urban development	226	1,500	(1,274)
Capital Outlay:			
Economic development	1,152,498	(6,463)	
Debt Service			
Interest and fiscal charges	5,000	6,071	
TOTAL EXPENDITURES	<u>1,157,724</u>	<u>1,108</u>	<u>(1,274)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,095,375)	66,844	4,329
OTHER FINANCING SOURCES (USES)			
Proceeds of general obligation debt	1,150,000	1,150,000	-
Operating transfers out	(61,799)	(160,770)	(98,971)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,088,201</u>	<u>989,230</u>	<u>(98,971)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(7,174)	1,056,074	1,063,248
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	<u>(76,941)</u>	<u>(76,941)</u>	<u>-</u>
FUND BALANCE(DEFICIT) AT END OF YEAR	<u>\$ (84,115)</u>	<u>\$ 979,133</u>	<u>\$ 1,063,248</u>

CITY OF MARSHFIELD
TID #7 YELLOWSTONE DR
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE YEAR ENDING DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
EXPENDITURES			
Current:			
Conservation and development			
Economic development	\$ 12,050	\$ 12,367	\$ 317
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(12,050)	(12,367)	(317)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	12,050	12,050	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(317)	(317)
FUND BALANCE AT BEGINNING OF YEAR	-	-	-
FUND BALANCE (DEFICIT) AT END OF YEAR	<u>\$ -</u>	<u>\$ (317)</u>	<u>\$ (317)</u>

CITY OF MARSHFIELD, WISCONSIN
 DAIRY RESEARCH/EDUCATION CENTER CAPITAL PROJECT FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Miscellaneous:			
Other miscellaneous	\$ -	\$ 12,578	\$ 12,578
EXPENDITURES			
Capital Outlay:			
Economic development	-	9,424	9,424
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	3,154	22,002
OTHER FINANCING SOURCES (USES)			
Operating transfers out	(99,000)	(99,000)	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(99,000)	(95,846)	3,154
FUND BALANCE AT BEGINNING OF YEAR	271,418	271,418	-
FUND BALANCE AT END OF YEAR	\$ 172,418	\$ 175,572	\$ 3,154

CITY OF MARSHFIELD, WISCONSIN
 CITY HALL REMODELING CAPITAL PROJECT FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Taxes:			
General property	\$ 80,000	\$ 80,000	\$ -
EXPENDITURES			
Current:			
General government	-	14,800	(14,800)
Capital Outlay:			
General government	100,000	23,234	76,766
TOTAL EXPENDITURES	<u>100,000</u>	<u>38,034</u>	<u>61,966</u>
 EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	 (20,000)	 41,966	 61,966
 FUND BALANCE AT BEGINNING OF YEAR	 79,337	 79,337	 -
 FUND BALANCE AT END OF YEAR	 <u>\$ 59,337</u>	 <u>\$ 121,303</u>	 <u>\$ 61,966</u>

CITY OF MARSHFIELD, WISCONSIN
 UW BUILDING/REMODELING CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES-BUDGET AND ACTUAL
 FOR THE YEAR ENDED DECEMBER 31, 2001

	2001		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
EXPENDITURES			
Capital Outlay:			
Other culture and recreation	\$ 42,800	\$ 42,874	\$ (74)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(42,800)	(42,874)	(74)
OTHER FINANCING SOURCES (USES)			
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(42,800)	(42,874)	(74)
FUND BALANCE AT BEGINNING OF YEAR	57,657	57,657	-
FUND BALANCE AT END OF YEAR	\$ 14,857	\$ 14,784	\$ (74)

ENTERPRISE FUNDS

- **Electric and Water Utility** – to account for the provisions of water services to the residents of the City and to account for the provisions of electric services to the residents of the City and surrounding communities. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing. The Utility also bills for the Wastewater Utility.
- **Wastewater Utility** – to account for the provisions of sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service.
- **Emergency Medical Services (Ambulance)** – to account for the provisions of EMS Service to the residents of the City and surrounding contracting communities starting in 2002. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service.

CITY OF MARSHFIELD, WISCONSIN
 COMBINING BALANCE SHEET-ALL ENTERPRISE FUNDS
 DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2000)

	ELECTRIC AND WATER UTILITY	WASTEWATER UTILITY	EMERGENCY MEDICAL SERVICE FUND	TOTALS	
				2001	2000
ASSETS					
CURRENT ASSETS					
Cash	\$ 715,910	\$ 1,185,915	\$ 8,959	\$ 1,910,784	\$ 4,618,174
Investments	-	-	-	-	9,511
Accounts receivable	1,668,464	22,903	-	1,691,367	1,697,030
Due from other governments	-	58	-	58	28,850
Due from other funds	66,074	663,027	-	729,101	595,620
Inventories	570,338	71,258	-	641,596	605,994
Prepaid expenses	21,772	-	-	21,772	22,442
TOTAL CURRENT ASSETS	3,042,558	1,943,162	8,959	4,994,679	7,577,621
RESTRICTED ASSETS, CASH AND INVESTMENTS					
Equipment replacement fund	-	3,515,858	-	3,515,858	3,360,092
Revenue bond special redemption fund	976,218	-	-	976,218	1,402,326
Revenue bond depreciation fund	150,000	-	-	150,000	150,000
Customer deposits	50,556	-	-	50,556	53,553
TOTAL RESTRICTED ASSETS	1,176,774	3,515,858	-	4,692,632	4,965,971
PROPERTY, PLANT AND EQUIPMENT					
Land	769,119	41,497	-	810,616	818,012
Buildings and improvements	9,803,220	21,871,101	-	31,674,321	29,837,687
Machinery and equipment	44,469,473	4,294,534	-	48,764,007	46,973,954
Construction in progress	1,340,441	23,182,358	-	24,522,799	23,201,276
	56,382,253	49,389,490	-	105,771,743	100,830,929
Less accumulated depreciation	15,331,019	11,057,724	-	26,388,743	24,528,229
NET PROPERTY, PLANT AND EQUIPMENT	41,051,234	38,331,767	-	79,383,001	76,302,700
DEFERRED CHARGES					
Unamortized debt issue costs	69,558	-	-	69,558	88,803
Other deferred charges	11,290	-	-	11,290	222,650
TOTAL DEFERRED DEBITS	80,848	-	-	80,848	311,453
OTHER ASSETS					
Long-Term investments	1,607,404	-	-	1,607,404	-
Prepaid railroad leases	1,182	-	-	1,182	1,824
TOTAL OTHER ASSETS	1,608,586	-	-	1,608,586	1,824
TOTAL ASSETS	\$ 46,960,000	\$ 43,790,786	\$ 8,959	\$ 90,759,745	\$ 89,159,569
LIABILITIES AND EQUITY					
LIABILITIES					
CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS					
Accounts payable	\$ 1,477,689	\$ 70,712	\$ -	\$ 1,548,401	\$ 1,544,159
Accrued revenue bond interest	13,762	-	-	13,762	14,289
Current portion of revenue bond debt	-	1,027,490	-	1,027,490	987,267
Due to other funds	1,416,425	31,654	-	1,448,079	1,325,283
Deferred revenues	-	-	8,959	8,959	-
Other accrued expenses	326,966	22,209	-	349,175	340,436
TOTAL CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS	3,234,842	1,152,064	8,959	4,395,865	4,191,414
CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS					
Accrued interest	19,703	-	-	19,703	25,260
Current portion of revenue bonds	295,000	-	-	295,000	455,000
Deposits	50,556	-	-	50,556	53,553
TOTAL CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS	365,259	-	-	365,259	533,813
LONG-TERM LIABILITIES					
Mortgage revenue bonds (net of current portion)	4,525,000	20,441,334	-	24,966,334	26,284,231
TOTAL LIABILITIES	8,125,101	21,593,398	8,959	29,727,458	31,009,458
FUND EQUITY					
Contributed capital					
In aid of construction	3,877,114	3,246,533	-	7,123,647	7,104,802
Municipality	-	4,700,834	-	4,700,834	4,567,547
Advances for construction	1,901,723	-	-	1,901,723	2,305,711
TOTAL CONTRIBUTED CAPITAL	5,778,837	7,947,367	-	13,726,204	13,978,060
Retained earnings					
Reserved for mortgage revenue bonds	811,515	-	-	811,515	1,072,066
Reserved for equipment replacement	-	3,515,858	-	3,515,858	3,360,091
Unreserved	32,244,547	10,734,163	-	42,978,710	39,739,894
TOTAL RETAINED EARNINGS	33,056,062	14,250,022	-	47,306,084	44,172,051
TOTAL FUND EQUITY	38,834,899	22,197,388	-	61,032,287	58,150,111
TOTAL LIABILITIES AND FUND EQUITY	\$ 46,960,000	\$ 43,790,786	\$ 8,959	\$ 90,759,745	\$ 89,159,569

CITY OF MARSHFIELD, WISCONSIN
 COMBINING STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN RETAINED EARNINGS-ALL ENTERPRISE FUNDS
 YEAR ENDED DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2000)

	ELECTRIC AND WATER UTILITY	WASTEWATER UTILITY	TOTALS	
			2001	2000
OPERATING REVENUES				
Charges for services	\$ 19,470,980	\$ 3,607,709	\$ 23,078,689	\$ 20,270,792
Contributions and other	-	-	-	1,271,131
TOTAL OPERATING REVENUES	19,470,980	3,607,709	23,078,689	21,541,923
OPERATING EXPENSES				
Operations	12,281,491	626,884	12,908,375	12,527,373
Maintenance	810,666	516,249	1,326,915	1,306,693
General	1,490,777	376,892	1,867,669	1,888,283
Depreciation	1,692,357	1,125,448	2,817,805	2,528,303
Taxes	995,895	-	995,895	959,349
TOTAL OPERATING EXPENSES	17,271,186	2,645,473	19,916,659	19,210,001
OPERATING INCOME (LOSS)	2,199,794	962,236	3,162,030	2,331,922
NONOPERATING REVENUES (EX PENSES)				
Interest income	283,720	204,860	488,580	564,102
Interest and fiscal charges	(310,179)	(593,997)	(904,176)	(645,327)
Amortization of debt issue costs	(19,245)	-	(19,245)	(11,980)
Loss on disposal of fixed assets	-	(69,748)	(69,748)	(235,729)
Miscellaneous	-	748	748	175
Contributions from customers	494,904	-	494,904	175
TOTAL NONOPERATING REVENUES (EX PENSES)	449,200	(458,138)	(8,938)	(328,759)
INCOME BEFORE OPERATING TRANSFERS	2,648,994	504,098	3,153,092	2,003,163
OPERATING TRANSFERS IN (OUT)				
General fund	(404,202)	-	(404,202)	(399,644)
NET INCOME	2,244,792	504,098	2,748,890	1,603,519
Add depreciation of fixed assets acquired by grants, externally restricted for capital acquisitions and construction that reduces contributed capital	-	385,142	385,142	387,723
INCREASE IN RETAINED EARNINGS/FUND BALANCE	2,244,792	889,240	3,134,032	1,991,242
RETAINED EARNINGS AT BEGINNING OF YEAR	30,811,270	13,360,781	44,172,051	42,180,809
RETAINED EARNINGS AT END OF YEAR	\$ 33,056,062	\$ 14,250,021	\$ 47,306,083	\$ 44,172,051

CITY OF MARSHFIELD, WISCONSIN
 COMBINING STATEMENT OF CASH FLOWS
 INDIRECT METHOD-ALL ENTERPRISE FUNDS
 YEAR ENDED DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED DECEMBER 31, 2000)

	ELECTRIC AND WATER UTILITY	WASTEWATER UTILITY	TOTALS	
			2001	2000
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
CASH FLOWS FROM OPERATING ACTIVITIES				
Net operating income	\$ 2,199,794	\$ 957,456	\$ 3,157,250	\$ 2,331,922
Adjustments to reconcile net operating income to net cash provided by operating activities				
Depreciation charged to depreciation expense	1,539,999	1,125,448	2,665,447	2,528,303
Depreciation charged to clearing account	196,115	-	196,115	51,824
Amortization of deferred assets	208,685	-	208,685	424,797
Miscellaneous receipts	-	-	-	-
Charges for public benefits program	196,819	-	196,819	-
Changes in assets and liabilities				
(increase) decrease in current assets				
Accounts receivable	62,725	(32,179)	30,546	(256,000)
Due from other governments	-	28,792	28,792	(28,792)
Due from other funds	25,442	(136,712)	(111,270)	(67,651)
Inventories	(39,857)	4,255	(35,602)	49,368
Prepaid expenses	670	-	670	3,858
Increase (decrease) in current liabilities				
Accounts payable	37,358	(30,001)	7,357	(218,340)
Due to other governments	-	-	-	-
Due to other funds	120,420	2,396	122,816	(65,037)
Other accrued expenses	8,608	(2,984)	5,624	4,943
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>4,556,778</u>	<u>1,918,471</u>	<u>6,473,249</u>	<u>4,759,195</u>
CASH FLOWS FOR NONCAPITAL FINANCING ACTIVITIES				
Operating transfer in (out)	(404,202)	-	(404,202)	(399,644)
CASH FLOWS FOR CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from long-term debt	-	(250,811)	(250,811)	5,238,104
Acquisition and construction of fixed assets	(3,677,543)	(2,108,500)	(5,786,043)	(6,943,078)
Cost of retiring fixed assets	(114,242)	(70,748)	(184,990)	(325,015)
Payments for improvement of capital assets	(194,144)	-	(194,144)	(19,322)
Principal payments-mortgage revenue bonds	-	(141,805)	(141,805)	(135,530)
Principal payments- long-term debt	(1,080,000)	-	(1,080,000)	(440,000)
Interest paid	(306,751)	(593,997)	(900,748)	(647,028)
Proceeds from sale of fixed assets	149,039	-	149,039	55,576
Contributed capital	494,904	4,780	499,684	321,334
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(4,728,737)</u>	<u>(3,161,081)</u>	<u>(7,889,818)</u>	<u>(2,896,959)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Investments	(1,582,943)	-	(1,582,943)	-
Interest received	212,163	204,860	417,023	558,011
NET CASH (USED FOR) PROVIDED BY INVESTING ACTIVITIES	<u>(1,370,780)</u>	<u>204,860</u>	<u>(1,165,920)</u>	<u>558,011</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,946,941)	(1,039,750)	(2,986,691)	2,020,603
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR (Including restricted cash)	<u>3,789,069</u>	<u>5,741,523</u>	<u>9,530,592</u>	<u>7,509,989</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR (Including restricted cash)	<u>\$ 1,842,128</u>	<u>\$ 4,701,773</u>	<u>\$ 6,543,901</u>	<u>\$ 9,530,592</u>
Cash and cash equivalents on December 31 are reconciled from the balance sheet as follows:				
Cash	\$ 715,910	\$ 1,185,915	\$ 1,901,825	\$ 4,618,174
Restricted cash and investments	1,126,218	3,515,858	4,642,078	4,912,418
	<u>\$ 1,842,128</u>	<u>\$ 4,701,773</u>	<u>\$ 6,543,901</u>	<u>\$ 9,530,592</u>
Other cash and investments	63,064	-	63,064	63,064
Total cash and investments	<u>\$ 1,905,192</u>	<u>\$ 4,701,773</u>	<u>\$ 6,606,965</u>	<u>\$ 9,593,656</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Contributions of fixed assets from others	\$ 494,904	\$ 4,780	\$ 499,684	\$ -
Contributions of fixed assets from government	-	133,287	133,287	49,235
	<u>\$ 494,904</u>	<u>\$ 138,067</u>	<u>\$ 632,971</u>	<u>\$ 49,235</u>

CITY OF MARSHFIELD, WISCONSIN
COMPARATIVE BALANCE SHEETS-ELECTRIC AND WATER ENTERPRISE FUND
DECEMBER 31, 2001 AND 2000

	2001	2000
ASSETS		
CURRENT ASSETS		
Cash	\$ 715,910	\$ 2,236,743
Investments	-	9,511
Accounts receivable	1,668,464	1,684,094
Due from other funds	66,074	91,516
Inventories	570,338	530,481
Prepaid expenses	21,772	22,442
TOTAL CURRENT ASSETS	3,042,558	4,574,787
RESTRICTED ASSETS, CASH AND INVESTMENTS		
Revenue bond special redemption fund	976,218	1,402,326
Revenue bond depreciation fund	150,000	150,000
Customer deposits	50,556	53,553
TOTAL RESTRICTED ASSETS	1,176,774	1,605,879
PROPERTY, PLANT AND EQUIPMENT		
Land	769,119	776,515
Buildings and improvements	9,803,220	9,798,482
Machinery and equipment	44,469,473	42,109,530
Construction in progress	1,340,441	529,541
	56,382,253	53,214,068
Less accumulated depreciation	15,331,019	14,070,108
NET PROPERTY, PLANT AND EQUIPMENT	41,051,234	39,143,960
DEFERRED CHARGES		
Unamortized debt issue costs	69,558	88,803
Other deferred charges	11,290	222,650
TOTAL DEFERRED DEBITS	80,848	311,453
OTHER ASSETS		
Long-term investments	1,607,404	-
Prepaid railroad leases	1,182	1,824
TOTAL OTHER ASSETS	1,608,586	1,824
TOTAL ASSETS	\$ 46,960,000	\$ 45,637,903
LIABILITIES AND EQUITY		
LIABILITIES		
CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS		
Accounts payable	\$ 1,477,689	\$ 1,443,446
Accrued mortgage revenue debt interest	13,762	14,289
Due to other funds	1,416,425	1,296,005
Other accrued expenses	326,966	315,243
TOTAL CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS	3,234,842	3,068,983
CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS		
Accrued interest	19,703	25,260
Current portion of revenue bonds	295,000	455,000
Deposits	50,556	53,553
TOTAL CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS	365,259	533,813
LONG-TERM LIABILITIES		
Revenue bonds (net of current portion)	4,525,000	5,445,000
TOTAL LIABILITIES	8,125,101	9,047,796
FUND EQUITY		
Contributed capital		
In aid of construction	3,877,114	3,473,126
Advances for construction	1,901,723	2,305,711
TOTAL CONTRIBUTED CAPITAL	5,778,837	5,778,837
Retained earnings		
Reserved for mortgage revenue bonds	811,515	1,072,066
Unreserved	32,244,547	29,739,204
TOTAL RETAINED EARNINGS	33,056,062	30,811,270
TOTAL FUND EQUITY	38,834,899	36,590,107
TOTAL LIABILITIES AND FUND EQUITY	\$ 46,960,000	\$ 45,637,903

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 ELECTRIC AND WATER ENTERPRISE FUND
 YEARS ENDED DECEMBER 31, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES		
Charges for services	\$ 19,470,980	\$ 17,219,315
Contributions and other	-	1,268,318
TOTAL OPERATING REVENUES	<u>19,470,980</u>	<u>18,487,633</u>
OPERATING EXPENSES		
Operations	12,281,491	11,819,915
Maintenance	810,666	882,779
General	1,490,777	1,514,810
Depreciation	1,692,357	1,649,126
Taxes	995,895	959,349
TOTAL OPERATING EXPENSES	<u>17,271,186</u>	<u>16,825,979</u>
OPERATING INCOME (LOSS)	<u>2,199,794</u>	<u>1,661,654</u>
NONOPERATING REVENUES (EXPENSES)		
Interest income	283,720	232,521
Interest and fiscal charges	(310,179)	(327,270)
Amortization of debt issue costs	(19,245)	(11,980)
Contributions from customers	494,904	-
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>449,200</u>	<u>(106,729)</u>
INCOME BEFORE OPERATING TRANSFERS	2,648,994	1,554,925
OPERATING TRANSFERS IN (OUT)		
General fund	(404,202)	(399,644)
NET INCOME	2,244,792	1,155,281
RETAINED EARNINGS AT BEGINNING OF YEAR	30,811,270	29,655,989
RETAINED EARNINGS AT END OF YEAR	<u>\$ 33,056,062</u>	<u>\$ 30,811,270</u>

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF CASH FLOWS
 ELECTRIC AND WATER ENTERPRISE FUND
 FOR THE YEARS ENDED DECEMBER 31, 2001 AND 2000

<u>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating income	\$ 2,199,794	\$ 1,661,654
Adjustments to reconcile net operating income to net cash provided by operating activities		
Depreciation charged to depreciation expense	1,539,999	1,496,767
Depreciation charged to clearing account	196,115	204,183
Amortization of deferred assets	208,685	424,797
Charges for public benefits program	196,819	47,316
 Changes in assets and liabilities		
(Increase) decrease in current assets		
Accounts receivable	62,725	(252,402)
Due from other governments		
Due from other funds	25,442	(17,775)
Inventories	(39,857)	48,078
Prepaid expenses	670	3,858
Increase (decrease) in current liabilities		
Accounts payable	37,358	(79,946)
Due to other governments		
Due to other funds	120,420	76,104
Other accrued expenses	8,608	2,820
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>4,556,778</u>	<u>3,615,454</u>
 CASH FLOWS FOR NONCAPITAL FINANCING ACTIVITIES		
Operating transfer in (out)	<u>(404,202)</u>	<u>(399,644)</u>
 CASH FLOWS FOR CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of fixed assets	(3,677,543)	(2,184,966)
Cost of retiring fixed assets	(114,242)	(89,286)
Payments for improvement of capital assets	(194,144)	(66,638)
Principal payments- long-term debt	(1,080,000)	(440,000)
Interest paid	(306,751)	(328,971)
Proceeds from sale of fixed assets	149,039	55,576
Contributed capital (Net)	494,904	314,329
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(4,728,737)</u>	<u>(2,739,956)</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(1,582,943)	-
Interest received	212,163	226,430
NET CASH (USED FOR) PROVIDED BY INVESTING ACTIVITIES	<u>(1,370,780)</u>	<u>226,430</u>
 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	 (1,946,941)	 702,284
 CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR (Including restricted cash)	 <u>3,789,069</u>	 <u>3,086,785</u>
 CASH AND CASH EQUIVALENTS AT END OF YEAR (including restricted cash)	 <u>\$ 1,842,128</u>	 <u>\$ 3,789,069</u>
 Cash and cash equivalents on December 31 are reconciled from the balance sheet as follows:		
Cash	\$ 715,910	\$ 2,236,743
Restricted cash and investments	1,126,218	1,552,326
	<u>\$ 1,842,128</u>	<u>\$ 3,789,069</u>

CITY OF MARSHFIELD, WISCONSIN
COMPARATIVE BALANCE SHEETS-
WASTEWATER ENTERPRISE FUND
DECEMBER 31, 2001 AND 2000

	2001	2000
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	\$ 1,185,915	\$ 2,381,431
Accounts receivable	22,903	12,936
Due from other governments	58	28,850
Due from other funds	663,027	504,104
Inventories	71,258	75,513
TOTAL CURRENT ASSETS	1,943,162	3,002,834
RESTRICTED ASSETS, CASH AND INVESTMENTS		
Equipment replacement fund	3,515,858	3,360,092
PROPERTY, PLANT AND EQUIPMENT		
Land	41,497	41,497
Buildings and improvements	21,871,101	20,039,205
Machinery and equipment	4,294,534	4,864,424
Construction in progress	23,182,358	22,671,735
	49,389,490	47,616,861
Less accumulated depreciation	11,057,724	10,458,121
NET PROPERTY, PLANT AND EQUIPMENT	38,331,767	37,158,740
TOTAL ASSETS	\$ 43,790,786	\$ 43,521,666
<u>LIABILITIES AND EQUITY</u>		
LIABILITIES		
CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS		
Accounts payable	\$ 70,712	\$ 100,713
Current portion of revenue debt	1,027,490	967,267
Due to other funds	31,654	29,258
Other accrued expenses	22,209	25,193
TOTAL CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS	1,152,064	1,122,431
LONG-TERM LIABILITIES		
Mortgage revenue bonds (net of current portion)	20,441,334	20,839,231
TOTAL LONG-TERM LIABILITIES	20,441,334	20,839,231
TOTAL LIABILITIES	21,593,398	21,961,662
FUND EQUITY		
Contributed capital		
In aid of construction	3,246,533	3,631,676
Municipality	4,700,834	4,567,547
TOTAL CONTRIBUTED CAPITAL	7,947,367	8,199,223
Retained earnings		
Reserved for equipment replacement	3,515,858	3,360,091
Unreserved	10,734,163	10,000,690
TOTAL RETAINED EARNINGS	14,250,022	13,360,781
TOTAL FUND EQUITY	22,197,388	21,560,004
TOTAL LIABILITIES AND FUND EQUITY	\$ 43,790,786	\$ 43,521,666

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 WASTEWATER ENTERPRISE FUND
 YEARS ENDED DECEMBER 31, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES		
Charges for services	\$ 3,607,709	\$ 3,051,477
Interest		
Contributions and other	-	2,813
TOTAL OPERATING REVENUES	<u>3,607,709</u>	<u>3,054,290</u>
OPERATING EXPENSES		
Operations	626,884	707,458
Maintenance	516,249	423,914
General	376,892	373,473
Depreciation	1,125,448	879,177
TOTAL OPERATING EXPENSES	<u>2,645,473</u>	<u>2,384,022</u>
OPERATING INCOME (LOSS)	<u>962,236</u>	<u>670,268</u>
NONOPERATING REVENUES		
Interest income	204,860	331,581
Interest and fiscal charges	(593,997)	(318,057)
Gain(Loss) on disposal of fixed assets	(69,748)	(235,729)
Miscellaneous	748	175
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(458,137)</u>	<u>(222,030)</u>
INCOME BEFORE OPERATING TRANSFERS	<u>504,099</u>	<u>448,238</u>
NET INCOME	504,099	448,238
Add depreciation of fixed assets acquired by grants, externally restricted for capital acquisitions and construction that reduces contributed capital	385,142	387,723
INCREASE IN RETAINED EARNINGS/FUND BALANCE	889,241	835,961
RETAINED EARNINGS AT BEGINNING OF YEAR	13,360,781	12,524,820
RETAINED EARNINGS AT END OF YEAR	<u>\$ 14,250,022</u>	<u>\$ 13,360,781</u>

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF CASH FLOWS
 WASTEWATER ENTERPRISE FUND
 FOR THE YEARS ENDED DECEMBER 31, 2001 AND 2000

<u>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating income	\$ 957,456	\$ 670,268
Adjustments to reconcile net operating income to net cash provided by operating activities		
Depreciation	1,125,448	879,177
Changes in assets and liabilities		
(increase) decrease in current assets		
Accounts receivable	(32,179)	(3,598)
Due from other governments	28,792	(28,792)
Due from other funds	(136,712)	(49,876)
Inventories	4,255	1,290
Increase (decrease) in current liabilities		
Accounts payable	(30,001)	(138,394)
Due to other funds	2,396	(141,141)
Other accrued expenses	(2,984)	2,123
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>1,916,471</u>	<u>1,191,057</u>
CASH FLOWS FOR CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from long-term debt	(250,811)	5,236,104
Cost of retiring fixed assets	(70,748)	(235,729)
Principal payments-mortgage revenue bonds	(141,805)	(135,530)
Interest paid	(593,997)	(318,057)
Acquisition and construction of fixed assets	(2,108,500)	(4,758,112)
Contributed capital	4,780	7,005
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(3,161,081)</u>	<u>(204,319)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	<u>204,860</u>	<u>331,581</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	<u>(1,039,750)</u>	<u>1,318,319</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		
(Including restricted cash)	<u>5,741,523</u>	<u>4,423,204</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		
(Including restricted cash)	<u>\$ 4,701,773</u>	<u>\$ 5,741,523</u>
Cash and cash equivalents on December 31 are reconciled from the balance sheet as follows:		
Cash	\$ 1,185,915	\$ 2,381,431
Restricted cash and investments	3,515,858	3,360,092
	<u>\$ 4,701,773</u>	<u>\$ 5,741,523</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Contributions of fixed assets from others	\$ 4,780	\$ -
Contributions of fixed assets from government	133,287	49,235
	<u>\$ 138,067</u>	<u>\$ 49,235</u>

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE BALANCE SHEETS-
 EMERGENCY MEDICAL SERVICE FUND
 DECEMBER 31, 2001 AND 2000

	2001	2000
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	\$ 8,959	\$ -
TOTAL CURRENT ASSETS	8,959	-
TOTAL ASSETS	\$ 8,959	\$ -
<u>LIABILITIES AND EQUITY</u>		
LIABILITIES		
CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS		
Deferred revenues	\$ 8,959	\$ -
TOTAL CURRENT LIABILITIES PAYABLE FROM CURRENT ASSETS	8,959	-
TOTAL LIABILITIES	8,959	-
TOTAL LIABILITIES AND FUND EQUITY	\$ 8,959	\$ -

INTERNAL SERVICE FUND

- **Vehicle and Equipment** – to account for operations and maintenance of the central garage facility including the funding for and replacement of all fleet equipment. Such costs are billed to other departments at actual cost plus an overhead factor.

CITY OF MARSHFIELD, WISCONSIN
COMPARATIVE BALANCE SHEETS-
VEHICLE/EQUIPMENT INTERNAL SERVICE FUND
DECEMBER 31, 2001 AND 2000

	2001	2000
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	\$ 568,032	\$ 553,225
Accounts receivable	18	64
Due from other governments	1,282	2,188
Due from other funds	3,004	3,987
Inventories	165,007	168,097
Prepaid expenses	1,300	1,651
TOTAL CURRENT ASSETS	738,643	729,212
 PROPERTY, PLANT AND EQUIPMENT		
Land	20,728	20,728
Buildings and improvements	887,443	857,055
Machinery and equipment	4,774,945	4,387,047
	5,683,116	5,264,830
Less accumulated depreciation	2,872,571	2,647,218
NET PROPERTY, PLANT AND EQUIPMENT	2,810,545	2,617,612
 TOTAL ASSETS	 \$ 3,549,188	 \$ 3,346,824
 <u>LIABILITIES AND EQUITY</u>		
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	\$ 45,585	\$ 80,747
Current portion of general obligation notes	104,964	84,901
Due to other funds	1,021	1,358
Other accrued expenses	11,978	11,727
TOTAL CURRENT LIABILITIES	163,548	178,733
 LONG TERM LIABILITIES		
General Obligation notes payable (net of current portion)	899,277	754,241
TOTAL LIABILITIES	1,062,825	932,974
 FUND EQUITY		
Contributed capital - Municipality	1,433,602	1,433,602
Retained earnings reserved for equipment replacement	1,052,761	980,248
TOTAL FUND EQUITY	2,486,363	2,413,850
 TOTAL LIABILITIES AND FUND EQUITY	 \$ 3,549,188	 \$ 3,346,824

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS
 VEHICLES/EQUIPMENT INTERNAL SERVICE FUND
 YEARS ENDED DECEMBER 31, 2001 AND 2000

	2001	2000
OPERATING REVENUES		
Charges for services	\$ 1,336,330	\$ 1,279,083
OPERATING EXPENSES		
Operations and Maintenance		
Personal services	276,028	274,275
Contractual services	88,389	85,906
Supplies and expense	468,567	499,588
Capital outlay	-	519
	832,984	860,288
General-insurance	28,986	26,182
Depreciation	391,041	369,634
TOTAL OPERATING EXPENSES	1,253,011	1,256,104
OPERATING INCOME	83,319	22,979
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental revenue	-	91,925
Interest and fiscal charges	(42,159)	(30,375)
Gain(Loss) on disposal of fixed assets	28,485	(24,040)
Miscellaneous	2,869	3,287
TOTAL NONOPERATING REVENUES (EXPENSES)	(10,805)	40,797
INCOME BEFORE OPERATING TRANSFERS	72,514	63,776
OPERATING TRANSFERS IN (OUT)		
Capital projects fund	-	(108,000)
NET INCOME (LOSS)	72,514	(44,224)
RETAINED EARNINGS AT BEGINNING OF YEAR	980,248	1,024,472
RETAINED EARNINGS AT END OF YEAR	\$ 1,052,762	\$ 980,248

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF CASH FLOWS
 VEHICLE / EQUIPMENT INTERNAL SERVICE FUND
 FOR THE YEARS ENDED DECEMBER 31, 2001 AND 2000

<u>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating income	\$ 83,319	\$ 22,979
Adjustments to reconcile net operating income to net cash provided by operating activities		
Depreciation	391,041	369,634
Miscellaneous receipts	2,869	3,287
 Changes in assets and liabilities		
(increase) decrease in current assets		
Accounts receivable	46	20
Due from other governments	906	(1,964)
Due from other funds	983	1,556
Inventories	3,090	64,832
Prepaid expenses	351	(1,651)
 Increase (decrease) in current liabilities		
Accounts payable	(35,162)	(178,909)
Due to other governments	-	(1,137)
Due to other funds	(337)	1,358
Other accrued expenses	251	(5,096)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>447,357</u>	<u>274,909</u>
 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Intergovernmental revenue	-	91,925
Operating transfer in (out)	-	(108,000)
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>-</u>	<u>(16,075)</u>
 CASH FLOWS FOR CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from long-term debt	250,000	250,000
Acquisition and construction of fixed assets	(584,050)	(494,089)
Proceeds(Costs) of retiring fixed assets	28,485	(48,911)
Principal payments-general long-term debt	(84,901)	(54,478)
Interest paid	(42,083)	(30,375)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(432,550)</u>	<u>(377,853)</u>
 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	14,807	(119,019)
 CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	 <u>553,225</u>	 <u>672,244</u>
 CASH AND CASH EQUIVALENTS AT END OF YEAR	 <u>\$ 568,032</u>	 <u>\$ 553,225</u>

FIDUCIARY FUNDS

Nonexpendable Trust Fund

- **Cemetery Perpetual Care Fund** – to account for the accumulation of resources to be used for the perpetual care of the City's cemetery. The principal amount of the monies received are maintained intact and invested. Investment earnings are received in the General Fund and used to offset perpetual care costs.

Agency Funds

- **Payroll Deductions Fund** – to account for the collection and payment of payroll deductions from and on behalf of city employees.
- **Performance Bonds Fund** – to account for the collection of performance bonds from contractors providing services to the City.
- **Property Tax Fund** – to account for the collection and payment to the State, County, and school districts of property taxes billed and collected by the City on their behalf.
- **Sales Tax Fund** – to account for the collection and payment of sales tax to the State.

CITY OF MARSHFIELD, WISCONSIN
 COMBINING BALANCE SHEET
 FIDUCIARY FUNDS
 DECEMBER 31, 2001
 (WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2000)

	NONEXPENDABLE TRUST FUND	AGENCY FUNDS				TOTALS	
	CEMETERY PERPETUAL CARE	PAYROLL DEDUCTIONS	PERFORMANCE BONDS	PROPERTY TAX	SALES TAX	2001	2000
ASSETS							
Cash	\$ 51,287	\$ 234,608	\$ 2,975	\$ 6,513,256	\$ 587	\$ 6,802,713	\$ 6,117,111
Investments	84,483	-	9,100	-	-	93,583	90,468
Receivables							
Taxes	-	-	-	15,710,186	-	15,710,186	15,134,101
Other	-	8,864	-	-	-	8,864	14,659
TOTAL ASSETS	\$ 135,770	\$ 243,472	\$ 12,075	\$ 22,223,442	\$ 587	\$ 22,615,346	\$ 21,356,339
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Accounts payable	-	-	12,075	2,698	-	14,773	12,581
Payroll deductions	-	243,472	-	-	-	243,472	310,681
Due to other governments	-	-	-	12,954,045	587	12,954,632	11,905,161
Due to other funds	-	-	-	9,266,699	-	9,266,699	8,996,609
TOTAL LIABILITIES	-	243,472	12,075	22,223,442	587	22,479,576	21,225,032
FUND BALANCES							
Reserved for endowments	135,770	-	-	-	-	135,770	131,307
TOTAL LIABILITIES AND FUND BALANCES	\$ 135,770	\$ 243,472	\$ 12,075	\$ 22,223,442	\$ 587	\$ 22,615,346	\$ 21,356,339

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF REVENUES, EXPENSES
 AND CHANGES IN FUND BALANCE-NONEXPENDABLE TRUST FUND
 YEARS ENDED DECEMBER 31, 2001 AND 2000

	CEMETERY PERPETUAL CARE	
	2001	2000
OPERATING REVENUES		
Contributions and other	\$ 4,463	\$ 5,852
NONOPERATING REVENUES		
Interest income	5,637	7,997
INCOME BEFORE OPERATING TRANSFERS	10,100	13,849
OPERATING TRANSFERS IN (OUT)		
General fund	(5,637)	(7,997)
NET INCOME(LOSS)	4,463	5,852
FUND BALANCES AT BEGINNING OF YEAR	131,307	125,455
FUND BALANCES AT END OF YEAR	\$ 135,770	\$ 131,307

CITY OF MARSHFIELD, WISCONSIN
 COMPARATIVE STATEMENTS OF CASH FLOWS
 NONEXPENDABLE TRUST FUND
 FOR THE YEARS ENDED DECEMBER 31, 2001 AND 2000

	CEMETERY PERPETUAL CARE	
	2001	2000
<u>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u>		
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating income	\$ 4,463	\$ 5,852
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating transfer in (out)	(5,637)	(7,997)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	5,637	7,997
NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS	4,462	5,852
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR (Including restricted cash)	131,307	125,455
CASH AND CASH EQUIVALENTS AT END OF YEAR (Including restricted cash)	\$ 135,770	\$ 131,307
Cash and cash equivalents on December 31 are reconciled from the balance sheet as follows:		
Cash	\$ 51,287	\$ 49,939
Investments	84,483	81,368
	\$ 135,770	\$ 131,307

CITY OF MARSHFIELD, WISCONSIN
 COMBINING STATEMENT OF CHANGES IN ASSETS
 AND LIABILITIES-ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2001

	BALANCE JANUARY 1, 2001	ADDITIONS	DEDUCTIONS	BALANCE DECEMBER 31, 2001
<u>PAYROLL DEDUCTIONS</u>				
ASSETS				
Cash	\$ 296,022	\$ 1,358,130	\$ 1,265,626	\$ 388,526
Receivables-other	14,659	81,171	85,394	10,436
TOTAL ASSETS	<u>\$ 310,681</u>	<u>\$ 1,439,301</u>	<u>\$ 1,351,020</u>	<u>\$ 398,962</u>
LIABILITIES				
Payroll deductions	\$ 310,681	\$ 1,367,504	\$ 1,279,223	\$ 398,962
<u>PERFORMANCE BONDS</u>				
ASSETS				
Cash	\$ 10,075	\$ -	\$ 5,000	\$ 5,075
LIABILITIES				
Accounts payable	\$ 10,075	\$ -	\$ 5,000	\$ 5,075
<u>PROPERTY TAXES</u>				
ASSETS				
Cash	\$ 5,769,576	\$ 16,718,775	\$ 17,010,784	\$ 5,477,567
Receivables-taxes	15,134,101	22,004,073	20,292,251	16,845,923
TOTAL ASSETS	<u>\$ 20,903,677</u>	<u>\$ 38,722,848</u>	<u>\$ 37,303,035</u>	<u>\$ 22,323,490</u>
LIABILITIES				
Accounts payable	\$ 2,506	\$ 14,146	\$ 22,899	\$ (6,247)
Due to other governments	11,904,562	11,904,562	11,208,447	12,600,677
Due to other funds	8,996,609	8,997,798	8,265,347	9,729,060
TOTAL LIABILITIES	<u>\$ 20,903,677</u>	<u>\$ 20,916,506</u>	<u>\$ 19,496,693</u>	<u>\$ 22,323,490</u>
<u>SALES TAX</u>				
ASSETS				
Cash	\$ 599	\$ 8,569	\$ 8,409	\$ 759
LIABILITIES				
Due to other governments	\$ 599	\$ 8,569	\$ 8,409	\$ 759
<u>TOTAL - ALL AGENCY FUNDS</u>				
ASSETS				
Cash	\$ 6,076,272	\$ 18,085,474	\$ 18,289,819	\$ 5,871,927
Receivables				
Taxes	15,134,101	22,004,073	20,292,251	16,845,923
Other	14,659	81,171	85,394	10,436
TOTAL ASSETS	<u>\$ 21,225,032</u>	<u>\$ 40,170,718</u>	<u>\$ 38,667,464</u>	<u>\$ 22,728,286</u>
LIABILITIES				
Accounts payable	\$ 12,581	\$ 14,146	\$ 27,899	\$ (1,172)
Payroll deductions	310,681	1,367,504	1,279,223	398,962
Due to other governments	11,905,161	11,913,131	11,216,856	12,601,436
Due to other funds	8,996,609	8,997,798	8,265,347	9,729,060
TOTAL LIABILITIES	<u>\$ 21,225,032</u>	<u>\$ 22,292,579</u>	<u>\$ 20,789,325</u>	<u>\$ 22,728,286</u>

**GENERAL
FIXED ASSETS
ACCOUNT
GROUP**

CITY OF MARSHFIELD, WISCONSIN
 COMPARITIVE SCHEDULE OF GENERAL FIXED ASSETS
 BY SOURCE
 DECEMEBR 31, 2001 AND 2000

	2001	2000
General fixed assets:		
Land	\$ 6,609,651	\$ 6,609,453
Buildings	12,677,708	12,631,818
Improvements other than buildings	636,282	636,282
Machinery and equipment	8,016,970	7,563,775
 TOTAL GENERAL FIXED ASSETS	\$ 27,940,611	\$ 27,441,328
 Investment in general fixed assets by source:		
General fund	\$ 18,564,366	\$ 18,479,784
Special revenue funds	239,306	239,306
Capital projects funds	9,136,939	8,722,238
 TOTAL INVESTMENT IN GENERAL FIXED ASSETS	\$ 27,940,611	\$ 27,441,328

CITY OF MARSHFIELD, WISCONSIN
SCHEDULE OF GENERAL FIXED ASSETS-BY FUNCTION AND ACTIVITY
DECEMBER 31, 2001

<u>FUNCTION AND ACTIVITY</u>	<u>LAND</u>	<u>BUILDINGS</u>	<u>IMPROVEMENTS OTHER THAN BUILDINGS</u>	<u>MACHINERY AND EQUIPMENT</u>	<u>TOTAL</u>
General government					
Cable T.V.	\$ -	\$ -	\$ -	\$ 124,761	\$ 124,761
Mayor	-	-	-	4,500	4,500
Administration	-	-	-	3,645	3,645
Clerk	-	-	-	48,366	48,366
Information Systems	-	-	-	729,291	729,291
Finance	-	60,600	-	11,220	71,820
Assessor	-	-	-	8,553	8,553
General Buildings	316,232	3,288,846	-	23,148	3,628,226
TOTAL GENERAL GOVERNMENT	316,232	3,349,446	-	953,485	4,619,162
Public safety:					
Law enforcement	-	377,454	-	639,599	1,017,053
Fire/Ambulance	-	-	-	1,682,034	1,682,034
Inspection	-	4,284,523	-	20,174	4,304,697
Disaster control	-	-	-	134,306	134,306
TOTAL PUBLIC SAFETY	-	4,661,977	-	2,476,113	7,138,090
Public works:					
Public works administration	-	-	-	43,927	43,927
Engineering	5,408,736	-	-	47,232	5,455,968
Highways and streets	-	272,366	4,569	-	276,935
Airport	48,404	4,136	2,911	198,936	254,387
Transit	-	-	-	258,727	258,727
TOTAL PUBLIC WORKS	5,457,140	276,502	7,480	548,822	6,289,944
Culture, recreation and education:					
Library	20,200	-	-	3,644,802	3,665,002
Parks	256,293	579,360	108,754	189,546	1,133,953
Recreation	543,887	135,839	410,984	95,906	1,186,616
Zoo	-	26,485	109,064	42,110	177,659
U.W. Center	15,900	3,646,403	-	1,052	3,663,355
TOTAL CULTURE, RECREATION AND EDUCATION	836,280	4,388,087	628,802	3,973,416	9,826,585
Health and human services:					
Aging	-	-	-	5,695	5,695
Cemetery	-	1,695	-	59,439	61,134
TOTAL HEALTH AND HUMAN SERVICES	-	1,695	-	65,134	66,829
TOTAL GENERAL FIXED ASSETS	\$ 6,609,651	\$ 12,677,708	\$ 636,282	\$ 8,016,970	\$ 27,940,611

CITY OF MARSHFIELD, WISCONSIN
SCHEDULE OF GENERAL FIXED ASSETS-BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2001

<u>FUNCTION AND ACTIVITY</u>	GENERAL FIXED ASSETS JANUARY 1, 2001	ADDITIONS	DEDUCTIONS	GENERAL FIXED ASSETS DECEMBER 31, 2001
General government				
Cable T.V.	\$ 110,730	\$ 14,031	\$ -	\$ 124,761
Mayor	4,500	-	-	4,500
Administration	3,645	-	-	3,645
Clerk	48,366	-	-	48,366
Information Systems	725,923	32,889	29,521	729,291
Finance	71,819	-	-	71,819
Assessor	-	8,553	-	8,553
General Buildings	3,628,226	-	-	3,628,226
TOTAL GENERAL GOVERNMENT	4,593,209	55,474	29,521	4,619,162
Public safety:				
Law enforcement	996,060	67,058	46,065	1,017,053
Fire/Ambulance	1,317,693	411,658	47,317	1,682,034
Inspection	4,304,696	-	-	4,304,696
Disaster control	122,665	11,640	-	134,305
TOTAL PUBLIC SAFETY	6,741,114	490,356	93,382	7,138,088
Public works:				
Public works administration	31,322	12,605	-	43,927
Engineering	5,457,955	-	1,987	5,455,968
Highways and streets	267,885	9,050	-	276,935
Airport	269,661	-	15,273	254,388
Transit	258,728	-	-	258,728
TOTAL PUBLIC WORKS	6,285,551	21,655	17,260	6,289,946
Culture, recreation and education:				
Library	3,649,104	15,898	-	3,665,002
Parks	1,115,892	18,061	-	1,133,953
Recreation	1,149,777	36,839	-	1,186,616
Zoo	177,659	-	-	177,659
U.W. Center	3,663,355	-	-	3,663,355
TOTAL CULTURE, RECREATION AND EDUCATION	9,755,787	70,798	-	9,826,585
Health and human services:				
Aging	5,695	-	-	5,695
Cemetery	59,972	7,865	6,703	61,134
TOTAL HEALTH AND HUMAN SERVICES	65,667	7,865	6,703	66,829
TOTAL GENERAL FIXED ASSETS	\$ 27,441,328	\$ 646,149	\$ 146,866	\$ 27,940,611

STATISTICAL SECTION

TABLE 1
 CITY OF MARSHFIELD, WISCONSIN
 GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
 LAST TEN FISCAL YEARS

Fiscal Year	General Government	Public Safety	Public Works	Health & Human Services	Recreation and Education	Conservation and Development	Capital Outlay (2)	Debt Service	Total
1992	\$ 1,511,706	\$ 4,834,767	\$ 3,896,355	\$ 121,725	\$ 1,956,731	\$ 386,992	\$ -	\$ 1,191,366	\$ 13,899,642
1993	1,401,908	5,117,464	3,664,949	68,470	1,876,954	633,700	633,251	2,048,626	15,445,322
1994	1,498,084	5,172,546	3,991,151	70,062	2,007,993	284,600	1,404,639	1,334,128	15,763,203
1995	1,644,535	5,296,822	3,550,584	93,127	2,018,291	245,413	668,023	1,258,620	14,775,415
1996	1,743,454	5,358,383	3,985,343	105,700	2,002,382	226,427	480,606	1,314,834	15,217,129
1997	1,807,074	5,676,130	3,988,779	111,909	2,115,724	208,121	781,366	1,465,679	16,154,782
1998	1,898,479	5,802,898	4,095,912	116,975	2,388,173	230,787	864,743	2,439,749	17,837,716
1999	2,031,998	6,290,099	4,274,182	105,276	2,244,801	235,095	635,875	1,972,589	17,789,915
2000	2,180,011	6,471,443	4,648,745	114,313	2,356,817	368,861	541,635	2,353,393	19,035,218
2001	2,173,182	7,071,984	4,554,930	122,510	2,512,465	401,862	281,023	3,037,438	20,155,394

(1) Includes general, special revenue and debt service funds.

(2) Does not include outlay expenditures in capital projects funds

TABLE 2
 CITY OF MARSHFIELD, WISCONSIN
 GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
 LAST TEN FISCAL YEARS

Fiscal Year	Taxes	Special Assessments	Inter-governmental	Licenses and Permits	Fines Forfeits & Penalties	Charges for Services	Miscellaneous	Total
1992	\$ 5,836,540	\$ 389,436	\$ 6,064,877	\$ 100,223	\$ 144,189	\$ 850,761	\$ 604,919	\$13,990,945
1993	5,822,680	419,926	7,105,757	128,328	155,413	774,531	868,752	15,275,387
1994	5,938,564	336,148	6,775,461	104,228	143,800	743,476	1,179,815	15,221,492
1995	6,475,314	400,410	6,939,070	104,424	137,732	830,713	905,770	15,793,433
1996	6,348,945	243,457	6,919,187	127,494	145,979	1,091,822	783,084	15,659,968
1997	7,184,731	267,531	6,708,321	122,230	176,183	1,167,661	976,784	16,603,441
1998	7,725,891	489,763	6,901,616	138,660	172,568	1,224,339	1,290,319	17,943,156
1999	8,026,866	312,445	7,293,052	213,877	153,243	1,208,519	1,354,821	18,562,823
2000	8,248,244	706,767	7,825,819	202,666	161,443	1,305,452	1,146,705	19,597,096
2001	8,710,055	529,137	7,874,637	236,640	145,582	1,316,239	1,089,908	19,902,198

(1) Includes general, special revenue and debt service funds.

TABLE 2
CITY OF MARSHFIELD, WISCONSIN
GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS

Fiscal Year	General Property Tax	Tax Increments	Mobile Home Tax	Public Accommodation Taxes	Payments In Lieu of Taxes	Other Taxes	Total
1992	\$4,419,044	\$ 160,472	\$ 75,404	\$ 118,298	\$1,060,766	\$ 2,556	\$ 5,836,540
1993	4,501,573	-	76,192	120,419	1,123,283	1,213	5,822,680
1994	4,607,718	-	75,236	129,410	1,125,290	910	5,938,564
1995	5,129,908	-	77,343	132,089	1,134,230	1,744	6,475,314
1996	4,965,980	-	73,645	133,404	1,175,303	613	6,348,945
1997	5,807,507	-	75,171	136,667	1,164,886	460	7,184,691
1998	6,539,657	-	70,051	137,160	1,185,584	650	7,933,102
1999	6,613,434	-	65,197	149,530	1,197,891	815	8,026,867
2000	6,739,495	-	73,591	221,395	1,213,127	636	8,248,244
2001	7,151,857	-	74,425	250,406	1,232,230	1,137	8,710,055

(1) Includes general, special revenue and debt service funds.

TABLE 3
 CITY OF MARSHFIELD, WISCONSIN
 PROPERTY TAX LEVIES AND COLLECTIONS
 LAST TEN FISCAL YEARS

Collection Year	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of		Ratio of Delinquent Taxes to Total Tax Levy
						Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	
1992	5,376,615	5,326,454	99.1%	46,922	5,373,376	99.9%	23,101	0.43%
1993	5,870,994	5,840,582	99.5%	27,478	5,868,060	100.0%	26,035	0.44%
1994	6,345,633	6,318,177	99.6%	45,477	6,363,654	100.3%	8,014	0.13%
1995	6,474,104	6,425,891	99.3%	46,176	6,472,067	100.0%	10,051	0.16%
1996	6,571,977	6,544,296	99.6%	23,413	6,567,709	99.9%	14,319	0.22%
1997	6,940,143	6,904,273	99.5%	36,052	6,940,325	100.0%	14,137	0.20%
1998	6,870,727	6,856,639	99.8%	15,434	6,872,073	100.0%	12,791	0.19%
1999	7,529,344	7,485,664	99.4%	44,813	7,530,477	100.0%	6,141	0.08%
2000	7,787,484	7,780,343	99.9%	1,447	7,781,790	99.9%	5,894	0.08%
2001	8,497,824	8,458,210	99.5%	34,266	8,492,476	99.9%	11,242	0.13%

TABLE 4
CITY OF MARSHFIELD, WISCONSIN
ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Real Property		Personal Property		Total		Ratio of Total Assessed Value To Total Estimated Actual Value
	Assessed Value (2)	Estimated Actual Value (2)	Assessed Value (2)	Estimated Actual Value (2)	Assessed Value (1)	Estimated Actual Value	
1992	\$ 439,700,300	\$ 447,604,400	\$ 29,950,700	\$ 28,305,300	\$ 469,651,000	\$ 475,909,700	98.68%
1993	458,578,000	482,274,000	31,489,400	33,511,800	490,067,400	515,785,800	95.01%
1994	468,652,900	520,286,500	31,273,700	34,747,800	499,926,600	555,034,300	90.07%
1995	479,629,600	562,393,100	31,702,800	37,321,700	511,332,400	599,714,800	85.26%
1996	485,686,900	598,162,400	33,737,920	42,042,900	519,424,820	640,205,300	81.13%
1997	492,755,495	626,795,800	35,761,360	44,996,900	528,516,855	671,792,700	78.67%
1998	665,061,600	652,041,800	42,105,404	42,325,800	707,167,004	694,367,600	101.84%
1999	680,863,600	675,432,900	33,125,430	33,054,700	713,989,030	708,487,600	100.78%
2000	719,497,700	734,556,100	40,087,320	40,926,309	759,585,020	775,482,409	97.95%
2001	739,356,700	797,383,200	45,873,120	50,690,500	785,229,820	848,073,700	92.59%

(1) City-wide reappraisal completed in 1998
(2) From City Assessor's Office

TABLE 5
 CITY OF MARSHFIELD, WISCONSIN
 PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 (Amounts shown as per \$1,000 of Equalized Valuation)

Collection Year	Wood County Tax Rates					Gross Tax Rate	State Tax Credits	Net Tax Rate
	City	County	School	Midstate Tech	State			
1993	11.67728	5.86898	18.04360	1.68644	0.20269	37.47901	(2.00000)	35.47900
1994	11.38262	6.09873	18.08526	1.75304	0.21070	37.53034	(1.83771)	35.69264
1995	11.40199	6.43454	17.81507	1.87340	0.22226	37.74727	(1.70861)	36.03866
1996	10.76043	6.78732	17.21043	1.94126	0.23475	36.93419	(1.58177)	35.35242
1997	10.23941	5.79386	9.61349	1.65015	0.20032	27.49723	(2.15830)	25.33893
1998	10.22753	5.71715	9.16227	1.66434	0.20131	26.97260	(1.95454)	25.01806
1999	10.91573	5.74080	9.16919	1.65427	0.20138	27.68137	(1.75101)	25.93036
2000	11.07017	5.77876	8.56571	1.62283	0.20148	27.23895	(1.57031)	25.66864
2001	11.06124	5.73101	8.06875	1.64369	0.20195	26.70664	(1.39269)	25.31395
2002	10.32711	5.75281	7.95517	1.66523	0.20198	25.90230	(1.25188)	24.65042

Collection Year	Tax Levies					State	Credits	Total Net Levies
	City	TID (3)	County	School	Midstate Tech			
1993	5,394,466	-	2,675,593	8,225,844	768,827	92,406	(924,060)	16,233,076
1994	5,693,244	-	2,898,302	8,594,658	833,095	100,129	(920,037)	17,199,391
1995	6,124,305	25,457	3,113,013	8,618,878	906,347	107,677	(918,646)	17,977,031
1996	6,237,306	31,101	3,354,478	8,505,857	959,422	116,209	(917,579)	18,286,794
1997	6,332,798	26,672	3,581,879	5,943,247	1,020,155	124,035	(1,336,414)	15,692,372
1998	6,601,704	112,560	3,670,596	5,882,472	1,068,562	130,090	(1,263,079)	16,202,905
1999	7,272,831	125,234	3,804,082	6,075,870	1,096,183	134,357	(1,168,251)	17,340,306
2000	7,495,321	134,595	3,884,720	5,758,222	1,090,931	136,445	(1,063,419)	17,436,815
2001	8,022,712	186,628	4,137,471	5,825,186	1,186,654	147,214	(1,015,228)	18,490,637
2002	8,047,674	196,694	4,421,098	6,113,638	1,279,749	156,762	(971,609)	19,244,006

(3) Tax Increment District (TID) #1 closed out in 1993, other TIDS created in 1993 and later years

TABLE 5
 CITY OF MARSHFIELD, WISCONSIN
 PROPERTY TAX RATES
 LAST TEN FISCAL YEARS
 (Amounts shown as per \$1,000 of Equalized Valuation)

Collection Year	Marathon County Tax Rates						Gross Tax Rate	State Tax Credits	Net Tax Rate
	City	County	School	Midstate Tech	State	State Tax Credits			
1993	11.73334	5.43726	17.80371	1.66404	0.19999	36.83834	(2.03426)	34.80408	
1994	11.73934	5.46257	17.16717	1.66405	0.19998	36.23311	(1.83437)	34.39874	
1995	11.76600	5.49077	16.03044	1.68575	0.19997	35.17293	(1.67824)	33.49469	
1996	11.01692	5.60763	14.66279	1.65390	0.19999	33.14123	(1.49510)	31.64613	
1997	10.60943	5.58390	9.59832	1.64755	0.20000	27.63920	(2.07681)	25.56239	
1998	10.58430	5.59931	9.10278	1.65354	0.20000	27.13993	(1.88036)	25.25957	
1999	11.35878	5.61534	9.04436	1.63173	0.20002	27.85023	(1.68004)	26.17019	
2000	11.12515	5.64473	8.44034	1.59907	0.19999	27.00928	(1.33941)	25.66987	
2001	12.09521	5.66040	7.99096	1.62784	0.19999	27.57440	(0.90902)	26.66538	
2002	9.82017	5.56655	7.87716	1.64891	0.20000	25.11279	(0.63638)	24.47641	

Tax Levies

Collection Year	Tax Levies						Total Net Levies
	City	County	School	Midstate Tech	State	Credits	
1993	162,867	75,473	247,128	23,098	2,776	(28,237)	483,105
1994	177,750	82,711	259,935	25,196	3,028	(27,775)	520,845
1995	195,871	91,406	266,862	28,063	3,329	(27,938)	557,593
1996	205,697	104,700	273,769	30,880	3,734	(27,915)	590,865
1997	212,507	111,845	192,254	33,000	4,006	(41,599)	512,014
1998	225,879	119,495	194,262	35,288	4,268	(40,129)	539,064
1999	256,513	126,810	204,247	36,849	4,517	(37,940)	590,996
2000	292,163	148,239	221,656	41,994	5,252	(35,175)	674,129
2001	475,112	222,346	313,893	63,943	7,856	(35,707)	1,047,443
2002	631,105	357,741	506,235	105,969	12,853	(40,898)	1,573,005

Note: The City does not have any tax increment districts located in Marathon County.

TABLE 6
CITY OF MARSHFIELD, WISCONSIN
PRINCIPAL TAXPAYERS
DECEMBER 31, 2001

Taxpayer	Type of Business	2001 Assessed Valuation	Percentage of Total Assessed Valuation
Wal-Mart Development	Retail Sales Development	\$ 19,795,900	2.52%
Northway Mall/ K Mart Dev	Shopping Mall	11,262,010	1.43%
Marshfield DoorSystems	Wood Doors	10,924,400	1.39%
Menards Development	Home Improvement Retail	9,730,910	1.24%
Badger Housing	Apartment Complexes	7,905,240	1.01%
Figi's/AFIG, Inc.	Mail Order Gift Distributor	7,205,810	0.92%
Green Roof/ B & K Builders	Home Building, Rental	6,156,360	0.78%
Wick Building Systems	Modular Homes, Building Materials	5,923,600	0.75%
Marshfield Health Resources	Nursing Home	5,765,030	0.73%
V & H Ford	Auto / Heavy Truck Sales & Service	5,244,600	0.67%
TOTALS		<u>\$ 89,913,860</u>	<u>11.45%</u>

TABLE 7
CITY OF MARSHFIELD, WISCONSIN
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year	Current Year Billings (1)	Current Assessments Due (2)	Current Year Collections		Percent of Assessments Collected	Total Outstanding Assessments (1)
			Receipts	Prior Year Tax Roll Collections		
1992	\$ 377,764	\$ 210,208	\$ 157,601	\$ 236,069	106.11%	\$ 1,235,323
1993	188,103	231,331	181,603	212,706	101.19%	1,038,509
1994	134,263	218,539	101,351	206,614	89.32%	886,675
1995	315,009	206,614	193,137	176,336	80.69%	802,972
1996	30,784	176,336	67,120	156,595	75.79%	623,396
1997	279,831	140,636	110,937	156,595	88.80%	663,719
1998	1,244,992	178,166	344,310	140,636	100.00%	1,398,415
1999	41,795	214,467	148,574	157,087	88.17%	1,223,683
2000	525,927	186,559	505,011	201,756	94.07%	950,694
2001	800,160	229,677	356,868	172,269	92.34%	1,189,167

(1) Includes paving, street openings, sanitary sewers, water mains, storm sewers and sidewalks

(2) Assessments placed on prior year tax roll due in current year

TABLE 8
 CITY OF MARSHFIELD, WISCONSIN
 COMPUTATION OF LEGAL DEBT MARGIN
 DECEMBER 31, 2001

Total equalized value		<u>\$ 783,807,500</u>
Legal debt margin:		
Debt limitation-5 percent of total equalized value		39,190,375
Debt applicable to limitation:		
State trust fund loans	2,061,343	
Bonds	40,000	
General obligation notes	<u>18,746,133</u>	
Total debt applicable to limitation at December 31, 2001	20,847,476	
Less amount available in debt service funds	<u>(210,519)</u>	<u>(20,636,957)</u>
Legal debt margin		<u>\$ 18,553,418</u>

TABLE 9
CITY OF MARSHFIELD, WISCONSIN
RATIO OF NET GENERAL OBLIGATION BONDED DEBT
TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	Assessed Value (2),(5)	Gross Bonded Debt	Less Debt Service Fund (3)	Debt Payable from Enterprise Revenues (4)	Net Bonded Debt	Ratio of Net Bonded Debt to	
							Assessed Value	Net Bonded Debt per Capita
1992	19,630	\$ 469,651,000	\$ 5,872,452	\$ 9,040	\$ 525,535	\$ 5,337,877	1.14%	\$ 272
1993	19,700	490,067,400	5,842,278	27,609	349,613	5,465,056	1.12%	277
1994	19,793	499,926,600	6,793,191	15,448	178,273	6,599,470	1.32%	333
1995	19,889	511,332,400	6,865,902	55,889	-	6,810,013	1.33%	342
1996	19,942	519,424,820	7,233,074	130,234	-	7,102,840	1.37%	356
1997	19,991	528,516,855	13,637,490	107,793	-	13,529,697	2.56%	677
1998	19,984	707,167,004	14,531,301	(104,363)	-	14,635,664	2.07%	732
1999	19,969	713,989,030	17,200,528	(111,564)	-	17,312,092	2.42%	867
2000	19,900	759,585,020	19,061,950	207,949	-	18,854,001	2.48%	947
2001	18,887	785,229,820	20,847,476	42,338	-	20,805,138	2.65%	1,102

(1) From Table 13

(2) From Table 4

(3) Amount available (deficit) for repayment of general obligation debt

(4) This represents general obligation notes that were repaid from the Wastewater Utility revenues

(5) City-wide reevaluation completed in 1998

TABLE 10
 CITY OF MARSHFIELD, WISCONSIN
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
 FOR GENERAL OBLIGATION DEBT (1)
 TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
 LAST TEN FISCAL YEARS

Fiscal Year	Principal	Interest and Fiscal Charges	Total Debt Service(2)	Total General Governmental Expenditures (3)	Ratio of Debt Service to General Governmental Expenditures
1992	\$ 761,949	\$ 353,095	\$ 1,115,044	\$ 14,092,962	7.9%
1993	1,703,253	345,373	2,048,626	15,445,322	13.3%
1994	970,748	363,380	1,334,128	15,763,203	8.5%
1995	949,015	309,605	1,258,620	14,775,415	8.5%
1996	967,828	347,006	1,314,834	15,217,129	8.6%
1997	1,097,527	368,152	1,465,679	16,154,782	9.1%
1998	1,628,689	813,797	2,442,486	17,837,716	13.7%
1999	1,311,867	725,366	2,037,233	17,789,915	11.5%
2000	1,588,577	820,802	2,409,379	19,035,217	12.7%
2001	2,084,571	952,865	3,037,437	20,155,394	15.1%

(1) General obligation debt reported in the enterprise funds and special assessment debt with government commitment have been excluded

(2) Excludes bond issuance and other costs.

(3) Includes general, special revenue and debt service funds

TABLE 11
 CITY OF MARSHFIELD, WISCONSIN
 COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT
 DECEMBER 31, 2001

Jurisdiction	Net General Obligation Bonded Debt Outstanding	Percentage Applicable to Government (1)	Amount Applicable to Government
Direct:			
City of Marshfield	\$ 20,805,138	100.00%	\$ 20,805,138
Overlapping:			
Wood County	1,530,000	23.45%	358,785
Marathon County	4,735,000	5.11%	241,959
School District of Marshfield	2,077,583	67.09%	1,393,850
Mid-State Technical College District #14	9,304,096	10.32%	960,220
Total Overlapping Debt	<u>17,646,679</u>		<u>2,954,814</u>
Total Direct and Overlapping Debt	<u>\$ 38,451,817</u>		<u>\$ 23,759,952</u>

(1) City's share of total jurisdiction assessed value provided by City Assessor and tax levy certifications (Co Clerk)

TABLE 12
 CITY OF MARSHFIELD, WISCONSIN
 REVENUE BOND COVERAGE
 LAST TEN FISCAL YEARS

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Debt Service Requirements				
			Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
1992	\$ 16,552,737	\$ 13,784,704	\$ 2,768,033	\$ 200,000	\$ 603,388	\$ 803,388	3.45
1993	16,279,627	13,179,245	3,100,382	250,000	590,512	840,512	3.69
1994	16,706,503	13,088,098	3,618,405	510,000	889,381	1,399,381	2.59
1995	17,110,378	13,047,307	4,063,071	515,000	861,484	1,376,484	2.95
1996	16,816,918	12,846,172	3,970,746	550,000	833,331	1,383,331	2.87
1997	17,557,528	13,631,420	3,926,108	2,560,000	798,226	3,358,226	1.17
1998	19,737,560	14,530,518	5,207,042	3,770,000	627,051	4,397,051	1.18
1999	20,189,216	15,323,918	4,865,298	1,053,556	464,759	1,518,315	3.20
2000	22,106,025	16,681,698	5,424,327	575,530	645,327	1,220,857	4.44
2001	23,562,489	17,098,854	6,463,635	1,221,805	904,176	2,125,981	3.04

NOTE: Prior to 1998, there was no debt service requirements for the wastewater utility.
 As such, gross revenues and expenses for years prior to 1998, do not include the wastewater utility.

- (1) Total revenues (including interest) (per financial statements)
- (2) Total operating expenses exclusive of depreciation (per financial statements)

TABLE 13
CITY OF MARSHFIELD, WISCONSIN
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	(1) Population	(3) School Enrollment	(4) Unemployment Rate
1992	19,630	4,016	7.2%
1993	19,700	4,234	5.0%
1994	19,793	4,256	5.2%
1995	19,889	4,343	3.1%
1996	19,942	4,264	2.1%
1997	19,991	4,282	3.8%
1998	19,984	4,253	3.8%
1999	19,969	4,142	3.1%
2000	19,900	4,084	3.3%
2001	18,887	4,110	3.6%

Education Level (Persons 25 years and over) (5)

	Number	Percent
Less than 9th grade	1,676	13.47%
9th to 12th grade, no diploma	1,206	9.69%
High school graduate (includes equivalency)	4,180	33.59%
Some college, no degree	1,730	13.90%
Associate degree	1,214	9.75%
Bachelor's degree	1,525	12.25%
Graduate or professional degree	915	7.35%
	12,446	100.00%

Per Capita Income - 1998 (4)

\$27,054

Median Age - 2000 (6)

38.7

Data Sources

- (1) State Department of Administration/Demographic Services Center
- (2) Bureau of Labor Statistics
- (3) Marshfield School District - Public Schools only (as of 1/1 of subsequent year)
- (4) Wisconsin Department of Workforce Development
- (5) 1990 Census
- (6) 2000 Census

TABLE 14
 CITY OF MARSHFIELD, WISCONSIN
 PROPERTY VALUES AND CONSTRUCTION
 LAST TEN FISCAL YEARS

Fiscal Year	Property Value (1)		Total	Commercial/Industrial Construction (2)		Residential Construction(2)	
	Commercial	Residential		Number of Units	Value	Number of Units	Value
1992	\$ 125,195,200	\$ 293,378,600	\$ 418,573,800	14	2,743,200	73	\$ 6,358,004
1993	142,167,700	309,966,400	452,134,100	8	1,305,000	44	3,997,870
1994	154,583,600	335,499,000	490,082,600	4	2,060,703	42	4,089,097
1995	160,885,600	367,830,500	528,716,100	10	2,374,690	43	4,492,392
1996	168,961,600	396,014,000	564,975,600	6	3,860,550	25	3,101,466
1997	163,811,800	429,458,800	593,270,600	8	2,195,000	25	3,768,640
1998	181,757,100	435,816,600	617,573,700	12	6,302,500	36	4,951,000
1999	172,216,800	452,482,900	624,699,700	16	18,592,449	53	5,732,491
2000	209,470,300	471,016,400	680,486,700	18	6,195,588	73	8,901,300
2001	229,112,800	527,452,300	756,565,100	20	13,793,362	50	8,027,700

(1) Equalized values from Annual report from City Assessor

(2) Source: City Building Services Department

TABLE 15
CITY OF MARSHFIELD, WISCONSIN
MISCELLANEOUS STATISTICS
DECEMBER 31, 2001

Date of Incorporation		1883
Form of Government		Mayor/Council
Number of employees (including part-time)		546
Area in square miles		13.3
Name of Government facilities and services:		
Miles of streets		133.1
Number of street lights		1,266
Culture and Recreation:		
Community centers (Senior Center)		1
Parks		18
Park acreage		323
Swimming pools		1
Tennis/raquetball courts		
outdoor-lighted		18
indoor tennis		1
racquetball		1
Fire Protection:		
Number of stations		1
Number of fire personnel and officers		34 (6 Officers)
Number of city calls answered		336
Number of inspections conducted		2,106
Police Protection:		
Number of stations		1
Number of police personnel and officers		53 (38 officers)
Number of enforcement units		16
Number of law violations:		
Physical arrests		1,623
Traffic violations		1,923
Sewerage System:		
Miles of sanitary sewers		130.0
Miles of storm sewers		60.0
Number of treatment plants		1
Number of service connections		7,400
Daily average treatment in gallons		2,600,000
Maximum daily capacity of treatment plant in gallons		28,000,000
Water System:		
Miles of water mains		133
Number of service connections		7,392
Number of fire hydrants		797
Daily average consumption in gallons		1,937,315
Maximum daily capacity of plant in gallons		4,800,000
Facilities and services not included in the reporting entity:		
Education:		
	Public	Private
Number of elementary schools	8	6
Number of elementary school instructors	194	80
Number of secondary schools	1	1
Number of secondary school instructors	97	24
Number of technical colleges	1	
Number of universities (2 year)	1	
Hospitals:		
Number of hospitals		1
Number of patient beds		524

**SINGLE
AUDIT
SECTION**

**CITY OF MARSHFIELD, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2001**

GRANTING AGENCY PASS-THROUGH AGENCY GRANT DESCRIPTION GRANT PERIOD	FEDERAL CATALOG STATE I.D. NUMBER	GRANT OR PROJECT NUMBER	PROGRAM OR AWARD AMOUNT	RECEIVABLE (DEFERRED) REVENUE JAN 1, 2001	FEDERAL SHARE	REVENUES		EXPEN- DITURES	RECEIVABLE (DEFERRED) REVENUE) DEC. 31, 2002
						STATE SHARE	LOCAL SHARE		
WI DEPT. OF NATURAL RESOURCES									
WI Department of Administration									
Clean Water Fund Program									
Solids Storage project loan reimbursements - 2000	66.458	4053-02	\$3,483,825	\$9,445	\$11,564	\$2,409	\$0	\$8,970	\$4,442
WWTP & Interceptor Sewer project loan reimbursements - 2000	66.458	4053-03	20,685,998	1,635,526	4,433,805	923,856	0	3,763,829	61,694
Stewardship Fund Grant from the Aids for the Acquisition and Development of Local Parks Program - 1997		370-421 S-ADLP-480	28,656	0	0	28,656	65,123	93,779	0
TOTAL DEPT. OF NATURAL RESOURCES				<u>1,644,971</u>	<u>4,445,369</u>	<u>954,921</u>	<u>65,123</u>	<u>3,886,578</u>	<u>66,136</u>
WI DEPT. OF TRANSPORTATION									
WI Department of Transportation									
Public Transportation for Nonurbanized Area									
Operating - 2000	49 USC 6311 20.509		\$127,527 151,824	\$0	\$127,527	\$151,824	\$144,313	\$423,664	\$0
Withheld amount awaiting audit - 1999			0	14,255	0	10,363	3,892	0	0
Withheld amount awaiting audit - 2000			0	0	0	(15,182)	0	0	15,182
Section 18 Capital - 1997	Capital	WI-18-X015	16,546	0	16,546	0	4,136	20,682	0
TOTAL DEPT. OF TRANSPORTATION				<u>14,255</u>	<u>144,073</u>	<u>147,005</u>	<u>152,341</u>	<u>444,346</u>	<u>15,182</u>
WI DEPT. OF HEALTH AND SOCIAL SERVICES									
Emergency Medical Services Program (Wisconsin Act 102)									
Operating - 1999			\$5,086	\$0	\$0	\$575	\$0	\$575	\$0
Operating - 2000			4,544	(4,044)	0	500	0	4,544	0
TOTAL DEPT. OF HEALTH AND SOCIAL SERVICES				<u>(4,044)</u>	<u>0</u>	<u>1,075</u>	<u>0</u>	<u>5,119</u>	<u>0</u>
WI DEPT. OF COMMERCE									
Brownfield Grant Program for Economic Development 2000 Grant Contract									
	14.228	ED FY99-0494	\$540,000	\$0	\$540,000	\$0	\$1,625,392	\$2,165,392	\$0
TOTAL DEPT. OF COMMERCE				<u>0</u>	<u>540,000</u>	<u>0</u>	<u>1,625,392</u>	<u>2,165,392</u>	<u>0</u>
TOTAL FEDERAL AND STATE ASSISTANCE				<u>\$1,655,192</u>	<u>\$5,129,442</u>	<u>\$1,103,001</u>	<u>\$1,842,856</u>	<u>\$6,501,435</u>	<u>\$81,318</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AND STATE AWARDS

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal and state awards includes the grant activity of the City of Marshfield and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.



Hawkins, Ash, Baptie & Company, LLP

Certified Public Accountants ◆ *Management Consultants*

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM, AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND STATE SINGLE AUDIT GUIDELINES

Compliance

We have audited the compliance of the City of Marshfield, Wisconsin ("City"), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and State Single Audit Guidelines issued by the Wisconsin Department of Administration, that are applicable to each of its major federal and state programs for the year ended December 31, 2001. The City's major federal and state programs are identified in the accompanying Schedule of Findings and Questioned Cost. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal and state programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; OMB Circular A-133, Audits of States, Local Governments, and non-Profit Organizations and the State Single Audit Guidelines issued by the Wisconsin Department of Administration. Those standards, OMB Circular A-133, and state guidelines require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on major federal and state programs occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City of Marshfield, Wisconsin complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and state programs for the year ended December 31, 2001.

Internal Control Over Compliance

The management of the City of Marshfield, Wisconsin ("City"), is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal and state programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal or state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and state guidelines.

Your Success is our Destination

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal or state program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Hawkins, Ash, Baptie & Company, LLP

Marshfield, Wisconsin
April 4, 2002

CITY OF MARSHFIELD, WISCONSIN
SCHEDULE OF FINDINGS AND QUESTIONED COST
DECEMBER 31, 2001

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes _____ X _____ No
- Reportable condition(s) identified that are not considered to be material weaknesses? _____ Yes _____ X _____ None Reported
- Noncompliance material to financial statements noted? _____ Yes _____ X _____ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes _____ X _____ No
- Reportable condition(s) identified that are not considered to be material weakness(es)? _____ Yes _____ X _____ None Reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit finding disclosed that are required to be Reported in accordance with Section 510(a) of Circular A-133? _____ Yes _____ X _____ No

Identification of major programs:

Major Federal Programs
 - 66.458 Capitalization Grants for State Revolving Funds

Major State Program
 - 395.106 Public Transportation for Nonurbanized Areas

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? _____ X _____ Yes _____ No

Section II - Financial Statement Findings

NONE

Section III - Federal Award Findings and Questioned Cost

NONE