

City of Marshfield, Wisconsin

**Comprehensive
ANNUAL REPORT
Financial**



**Including Auditors' Report
for the fiscal year ended
December 31, 2010**

**CITY OF MARSHFIELD, WISCONSIN
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2010**

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

ON THE COVER: CENTRAL FIRE STATION

Construction of a new Central Fire Station for the City of Marshfield was completed in 2010. This \$7.4 million, 32,890 square foot building was occupied on August 3, 2010 and is the first fire station in Wisconsin built with Gold Certified Leadership in Energy Efficient Design (LEED). This station utilizes geothermal heating, solar hot water heat, a photovoltaic power grid, grey water toilets, a rain water reclamation tank, white roofing, passive solar lighting, low flow plumbing, high efficiency boilers, bi-fold apparatus doors and rain gardens.

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COMPREHENSIVE ANNUAL FINANCIAL REPORT
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**INTRODUCTORY
SECTION**

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April 26, 2011

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, 2010, is hereby submitted. This report consists of management's representations concerning the finances of the City of Marshfield. Consequently, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, management of the City of Marshfield has established a comprehensive internal control framework. It is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for preparation of financial statements in conformance with generally accepted accounting principles (GAAP). This comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement because the cost of internal controls should not exceed their benefits. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

Hawkins, Ash, Baptie & Company, LLP, a firm of licensed certified public accountants has audited the City of Marshfield's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the city for the fiscal year ended December 31, 2010 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Marshfield's financial statements for the fiscal year ended December 31, 2010, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Marshfield's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

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.

An elected Mayor and Common Council under a mayor-council form of government govern the City. Common Council members serve two-year staggered terms, with five members elected every year. The Mayor is elected to serve a two-year term. All ten of the Common Council members are elected by district and the Mayor elected at large. 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 Elected 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 Technology, Public Works, Parks/Recreation, Planning/Economic Development and Cemetery. 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 Common Council and a 5-year Capital Improvement Program has been subsequently adopted every year.

In July 2010, Michael Brehm retired after 32 years with the City of Marshfield, the last 12 as City Administrator. The Common Council evaluated the organizational structure of the city and decided to retain the current form maintaining the position of City Administrator. The Common Council retained the services of an executive search consultant to assist them during the selection process. The position was vacant from July 2010 until January 2011 with Steve Barg selected as the next City Administrator. He comes to the City of Marshfield after holding the same position with the City of Ripon, WI. During the vacancy in this position, the Common Council assigned the Finance Director responsibility to prepare a Recommended 2011 Budget for consideration during the budget development process in fall 2010.

With an estimated 2010 population of 19,451, the city has seen a slight decline in population and steady growth in its tax base over the past decade. 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. In 2008, Marshfield was ranked 20th best "dreamtown" in the nation by Bizjournals.com. The city was rated as the fifth-best place to live and raise a family in October 2010 according to Forbes Magazine for communities under 100,000 population.

The city employs 192 full-time equivalent employees. The police department has 40 officers and 7 staff employees. The Marshfield Fire and Rescue Department that employs 37 firefighters and one staff employee provide fire protection. The fire insurance rating is class 4 out of 5.

The city provides a full range of services including police and fire protection; sanitation services; construction and maintenance of highways, streets and other infrastructure; planning and economic 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.

The annual budget serves as the foundation for the City of Marshfield's financial planning and control. All departments of the City of Marshfield are required to submit budget requests for the following fiscal year to the Finance Department by the first Friday of August. The Finance Department performs a technical review of all requests, then compiles and prepares the initial budget as a starting point for the City Administrator by the last week of August. The first full week of September, the City Administrator and Finance Director hold budget hearings with Departments to review budget requests with Department heads. The City Administrator then prepares and presents a recommended budget to the Common Council at the first regular Common Council meeting in October.

A minimum of three special budget work sessions of the Common Council are held to review the Administrator's recommended budget prior to publication of the Common Council proposed budget. The Council is required to hold a public hearing on the proposed budget and adopts a final budget by the last Common Council meeting in November. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may make transfers of appropriations within a department with the exception of capital outlay. Transfers of appropriations between departments or capital outlay, however, require the special approval of the Common Council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of Marshfield operates.

Economic Condition and Outlook: The Marshfield area economy is diversified as demonstrated in its Employment by Major Employers:

- Marshfield Clinic (Healthcare) – 4,148
- Roehl Transport, Inc. (Transportation) – 2,003
- Saint Joseph's Hospital (Healthcare) – 1,645
- Marshfield Door Systems, Inc. (Door Manufacturing) - 570
- deBoer, Inc. (Transportation) - 405
- Land O' Lakes (Processed Cheese) - 385
- A&B Process Systems Corp (Process Flow Systems) - 278
- V&H Heavy Trucks, Inc. (Truck Sales/Service/Leasing) - 225

- Figi's Inc.(Mail Order Cheese, Sausage & Gifts) – 200+ (3,000 seasonal)
- Felker Bros. Corp (Stainless Steel Fabrication). - 200
- Wisconsin Homes (Manufactured Housing) – 150
- H&S Manufacturing Co. Inc. (Farm Equipment Manufacturer) – 146
- Bethel Center (Nursing Home) - 132
- Dental Clinic (Healthcare) - 121
- Weinbrenner Shoe Co. (Footwear Manufacturer) - 120

Marshfield Clinic, founded in 1916, is Wisconsin's most comprehensive health care system with 780 physician specialists representing 86 medical specialties, serving patients in Marshfield and more than 48 locations in 37 communities in Wisconsin. Marshfield Clinic system employs nearly 6,500. There were over 3.77 million patient encounters in 2009.

Saint Joseph's Hospital, a 500-plus bed tertiary care teaching institution which adjoins the Clinic, is one of the largest rural referral medical centers in Wisconsin, and a level II verified trauma center in the north central part of the state. It provides health care, including all major medical and surgical specialties and subspecialties, to a service area including Wisconsin and Upper Michigan. Among Saint Joseph's specialties are oncology and cardiac services. It joins only three other hospitals in the state with the recognition of a "children's hospital" as designated by the National Association of Children's Hospitals and Related Institutions.

Marshfield Clinic Research Foundation (MCRF), which observed its 50th anniversary in 2009, has grown into the largest private medical research foundation in the state and among the largest in the nation. Numerous clinical trials and other research projects are active in the system at any time. These studies provide knowledge to the medical community across the United States and around the world.

Marshfield Labs is one of the largest full-service private practice medical laboratory systems in the nation with approximately 25 million test results reported annually. It serves as a reference laboratory for more than 250 health care facilities and 2,000 veterinary practices. Marshfield Labs has established separate service lines for forensic toxicology, food safety and veterinary medicine with clients across the nation.

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 metalworking and machinery center, especially stainless steel products. The city has 2 top transportation carriers with employment of over 2,400. Marshfield is also 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.

Marshfield is also home to the new University of Wisconsin (UW) Agricultural Research Station's Institute for Environmentally Integrated Dairy Management. This is a significant partnership between USDA Agricultural Research Service/US Dairy Forage Research Center, USDA Natural Resources Conservation Service, UW/Madison College of Agricultural and Life Sciences and National Farm Medicine Center/Marshfield Clinic Research Foundation.

Overall, the Marshfield-Wood County area economy experienced improvement over the past twelve months. The Wood County unemployment rate decreased from 8.7% for 2009 to 7.1% for 2010, lower than the nation at 9.6% and lower than the state at 8.3%. Total Wood County employment contracted in 2010 with a reduction in employment by 845 in comparison with 2009.

Marshfield's businesses continued growth in 2010 with the addition of 10 new buildings valued at \$9,663,449. Additionally, 94 businesses remodeled and/or expanded existing facilities valued at \$4,909,191. The city experienced a reduced level of residential housing starts in 2010 of 10 valued at \$1,932,640 compared to 14 in 2009.

The city is positioned to experience increased development as improvements were finished to State Highway 13 on the north end of the city in 2005, completion of the new Veteran's Parkway in 2003, completion of infrastructure construction in Mill Creek Business Park in 2003, development of Yellowstone Industrial Park started in 2009, reconstruction of Central Avenue in 2009 through the core of downtown, construction of a 55MW natural gas fired combustion turbine generator completed in 2010 and construction of the U.S. Highway 10 expansion to four-lanes from Stevens Point to Marshfield by 2013.

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). Additional details regarding this are presented in Note 8 – Defined Benefit Pension Plans in the Notes to Financial Statements.

Debt Administration: During the year, the city had the following debt issues:

- \$3,150,000 taxable general obligation bonds (Build America Bonds – Direct Payment) to fund various infrastructure projects

- \$2,880,000 taxable general obligation promissory notes to finance capital projects and refinance existing debt
- \$28,090,000 electric system revenue bonds to refinance electric system revenue bond anticipation notes issued to construct a new peaking power plant
- \$10,000,000 taxable electric system revenue bond anticipation notes to refinance existing electric system revenue bond anticipation notes to construct a new peaking power plant

The city has continually maintained its "Aa3 rating from Moody's Investors Service on general obligation debt issues and an "A2" rating from Moody's Investors Service on its mortgage revenue bond issues. As a result of Moody's Investors Service recalibration of U.S. Public Finance Ratings in April 2010, they upgraded the ratings for general obligation debt to Aa2, sewer and water revenue bonds to Aa3 and electric revenue bonds to Aa2. These rating upgrades reflect the city's financial strength in a combined public/private global rating system.

Under Wisconsin statutes, general obligation debt is subject to a legal limitation based on 5% of total equalized value. As of December 31, 2010, the city's net general obligation debt of \$27,575,303 was well below the legal limit of \$66,637,300. Net bonded debt per capita equaled \$1,406. The city adheres to an aggressive repayment policy with over 75% of principal paid off in 10 years.

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 city's investment policy places an emphasis on safety, liquidity and 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 the city's investment policy.

Risk Management: The City of Marshfield 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.

Awards and Acknowledgements

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, 2008. This was the fifteenth consecutive year that the City of Marshfield Finance Department has received 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.

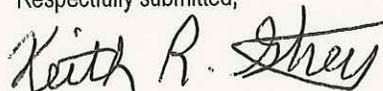
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The comprehensive annual financial report for the fiscal year ended December 31, 2009 was not awarded a Certificate of Achievement on initial review. The review comments and results are being appealed to GFOA staff for reconsideration.

I would like to acknowledge the city departments and all others who assisted or contributed to the preparation of this report. Also, I would like to thank our independent auditors, Hawkins, Ash, Baptie & Company for their assistance and professional guidance, which contributed significantly to the report quality and adherence to accounting standards. Their experience and expertise was extremely valuable to the Finance department.

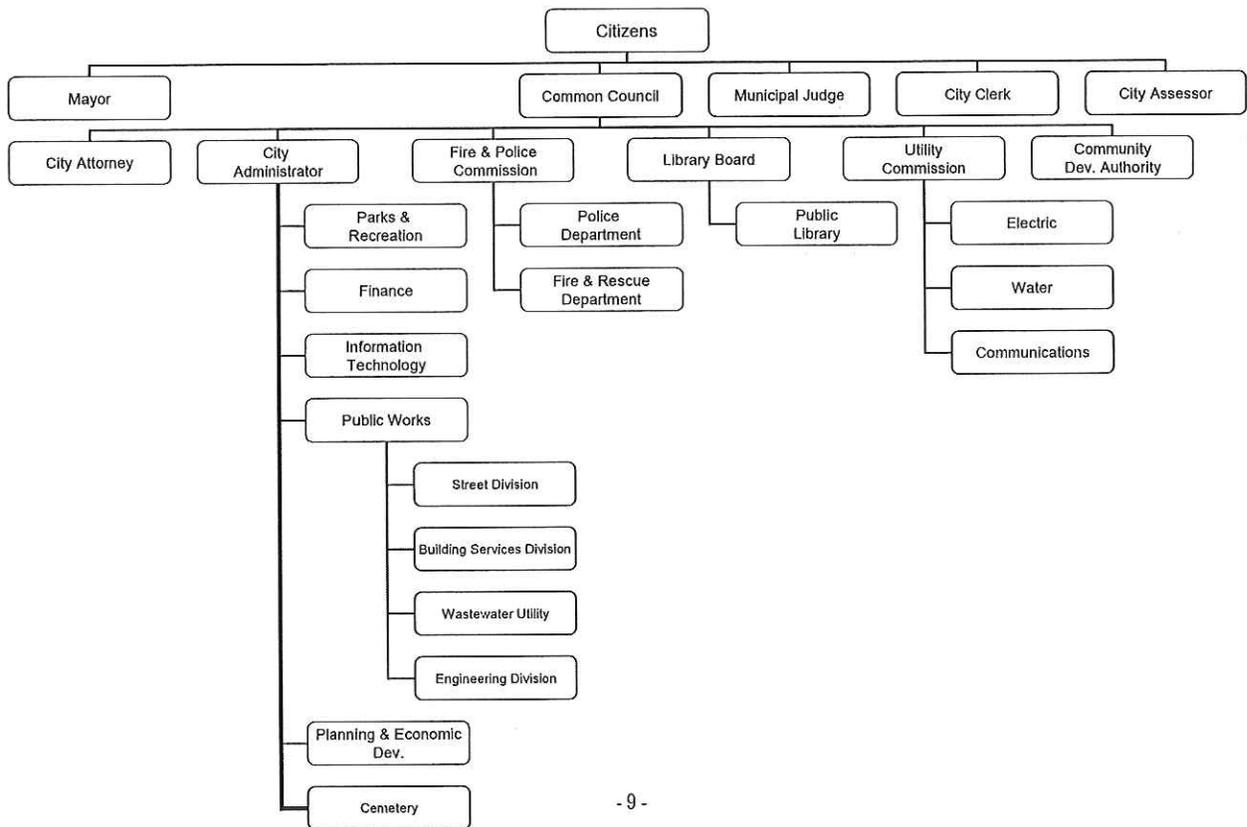
Finally, I would like to acknowledge and express my sincere appreciation to the entire staff of the Finance Department for their outstanding work throughout the year. Without their support, preparation of this report would not have been possible.

Respectfully submitted,



Keith R. Strey, CPA
Finance Director

CITY OF MARSHFIELD ORGANIZATION CHART



CITY OF MARSHFIELD, WISCONSIN
List of Principal Officials – 2010

ELECTED

Mayor.....Chris Meyer
Common Council President.....David LaFontaine
City Clerk.....Deb Hall
City Assessor.....Joan Spencer
Municipal Judge.....John Adam Kruse

District Alderperson:

FirstMichael Feirer
SecondAlanna Feddick
ThirdDavid LaFontaine
FourthGordon Earll
FifthEd Wagner
SixthRussell Stauber
SeventhGary Cummings
EighthJohn Spiros
NinthTom Buttke
TenthPete Hendler

APPOINTED

Administrator.....Vacant
City Attorney.....John Hutchinson
Finance Director.....Keith Strey
Assistant Finance Director.....Brenda Hanson
Human Resources Manager.....Lara Baehr
Information Technology Lead Analyst.....Eng Ng
Police Chief.....Gary Jepsen
Fire Chief.....James Schmidt
Director of Public Works.....Daniel Knoeck
City Engineer.....Thomas Turchi
Library Director.....Lori Belongia
Parks and Recreation Director.....Edward Englehart
Director of Planning and Economic Development.....Jason Angell

**FINANCIAL
SECTION**



Hawkins, Ash, Baptie

& COMPANY, LLP

Certified Public Accountants | Business Advisors

Real Solutions. Real Service.

INDEPENDENT AUDITORS' REPORT

To the Common Council
City of Marshfield, Wisconsin

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Marshfield, Wisconsin ("City"), as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated April 18, 2011, on our consideration of the City of Marshfield, Wisconsin's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 13 through 19 and 54 through 55 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The introductory section, other supplementary information, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements on pages 62 through 70 and pages 92 through 96 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory section (pages 5 through 10), budgetary comparison schedules (pages 56 through 61 and 72 through 91), and statistical section (pages 98 through 117) have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Hawkins, Ash, Bapst & Company, LLP

Marshfield, Wisconsin
April 18, 2011

**MANAGEMENT'S DISCUSSION
AND
ANALYSIS**

Management's Discussion and Analysis

As management of the City of Marshfield, Wisconsin, we offer readers of the City of Marshfield's basic financial statements this narrative overview and analysis of the financial activities of the City of Marshfield for the fiscal year ended December 31, 2010. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the City's basic financial statements, which follow this narrative.

Financial Highlights

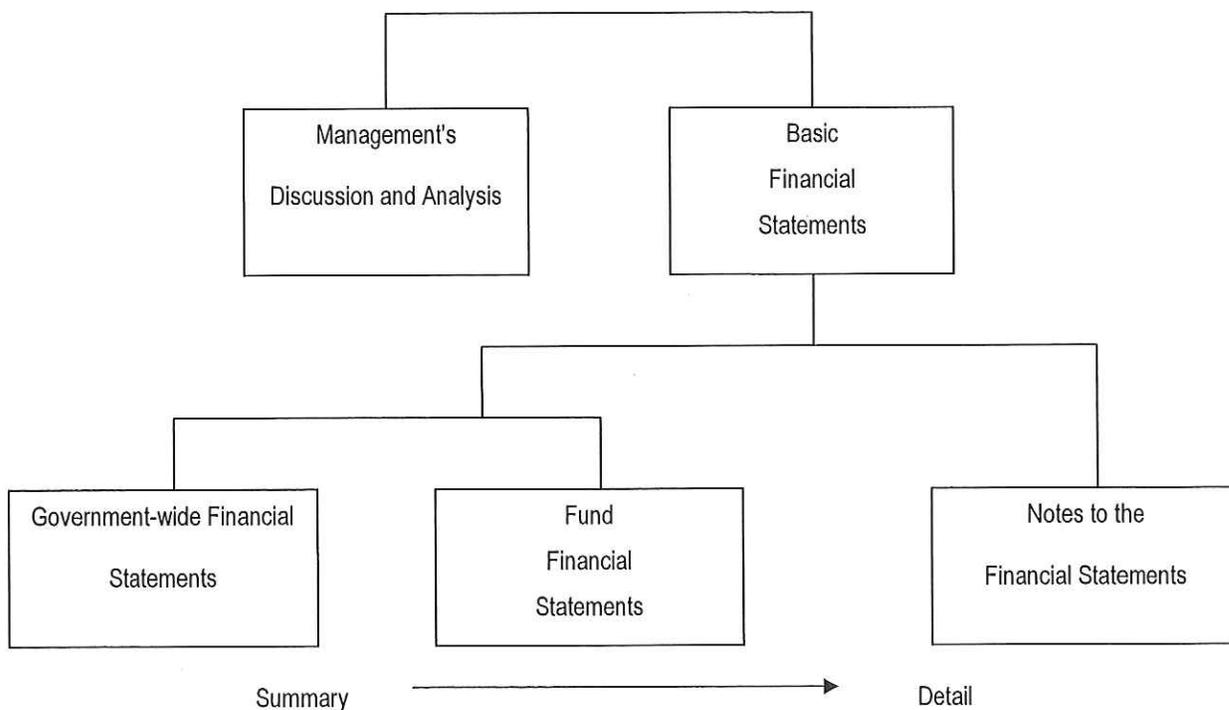
- The assets of the City of Marshfield exceeded its liabilities at the close of the fiscal year by \$146,620,725 (*net assets*).
- The government's total net assets increased by \$3,664,260, with governmental and business-type activities both increasing.
- As of the close of the current fiscal year, the City of Marshfield's governmental funds reported combined ending fund balances of \$6,442,771 a decrease of \$5,750,778 in comparison with the prior year.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$7,366,688, or 38 percent of total general fund expenditures for the fiscal year.
- The Electric Utility continued construction of a new combustion turbine generator (designated "M-1") located within the City of Marshfield with expected in-service date in early 2011. \$35.165 million in Bond Anticipation Notes were issued in 2008 to initially finance the project, with permanent financing issued in November 2010. The new issues consisted of \$28.09 million in revenue bonds payable through 2030 and \$10 million taxable bond anticipation notes payable December 2011. Through the end of 2010, \$38.3 million has been recorded for the M-1 construction in progress.
- The Electric Utility sold all transmission lines and related assets to American Transmission Company. The assets were sold at book value (\$4.8 million) along with easement rights (\$1.1 million) and related expenses (\$0.5 million) totaling \$6.4 million.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to City of Marshfield's basic financial statements. The City's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements (see Figure 1). The basic financial statements present two different views of the City through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the City of Marshfield, Wisconsin.

Required Components of Annual Financial Report

Figure 1



Basic Financial Statements

The first two statements in the basic financial statements are the **Government-wide Financial Statements**. They provide both short and long-term information about the City's financial status.

The next statements are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the City's government. These statements provide more detail than the government-wide statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; and 3) the proprietary fund statements.

The next section of the basic financial statements is the **notes**. The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the City's individual funds. Budgetary information required by the General Statutes also can be found in this part of the statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the City's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the City's financial status as a whole.

The two government-wide statements report the City's net assets and how they have changed. Net assets are the difference between the City's total assets and total liabilities. Measuring net assets is one way to gauge the City's financial condition.

The government-wide statements are divided into two categories: 1) governmental activities and 2) business-type activities. The governmental activities include most of the City's basic services such as public safety, parks and recreation, and general administration. Property taxes and state and federal grant funds finance most of these activities. The business-type activities are those that the City charges customers to provide. These include the electric, water, communications, sewer, ambulance and storm water services offered by the City of Marshfield, Wisconsin.

Fund Financial Statements

The fund financial statements provide a more detailed look at the City's most significant activities. A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The City of Marshfield, Wisconsin, like all other governmental entities in Wisconsin, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the State of Wisconsin Statutes or the City's budget ordinance. All of the funds of City of Marshfield, Wisconsin can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the City's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* which provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the City's programs. The relationship between government activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and the debt service fund, both of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City of Marshfield, Wisconsin adopts an annual budget for its governmental funds (except those for which multi-year project budgets are approved) as required by the State of Wisconsin Statutes. The budget is a legally adopted document that incorporates input from citizens of the City, management of the City, and decisions of the Council about which services to provide and how to pay for them. It also authorizes the City to obtain funds from identified sources to finance these current period activities. The budgetary comparison schedule provided for the General Fund demonstrates how well the City complied with the budget ordinance and whether or not the City succeeded in providing the services as planned when the budget was adopted. The statement shows four columns: 1) the original budget as adopted by the council; 2) the final budget as amended by the council; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the variance between the final budget and the actual revenues and expenditures.

Proprietary Funds – City of Marshfield, Wisconsin has two different kinds of proprietary funds, Enterprise and Internal Service Funds. *Enterprise Funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Marshfield uses enterprise funds to account for its electric, water and communications activity, sanitary sewer operations and emergency medical services. These funds are the same as those functions shown in the business-type activities in the Statement of Net Assets and the Statement of Activities. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Marshfield's various functions. The City of Marshfield uses internal service funds to account for its machinery and equipment. Because both of these services predominately benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for Marshfield Utilities and for the Wastewater Utility, both of which are considered to be major funds of the City of Marshfield. Conversely, the internal service fund is presented in the proprietary fund financial statements, as a single column.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Marshfield's own programs. The most significant fiduciary fund maintained by the City of Marshfield is the Property Tax Fund which records the tax roll and tax collections for other taxing jurisdictions within the City of Marshfield, Wisconsin. The accounting used for fiduciary funds is much like that used for governmental funds.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning the City of Marshfield, Wisconsin. Required supplementary information can be found following the notes to the financial statements.

The City of Marshfield, Wisconsin's Net Assets

Figure 1
(In Thousands of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current & other assets	\$ 22,325	\$ 28,434	\$ 32,286	\$ 32,311	\$ 54,611	\$ 60,745
Capital assets	78,125	72,715	127,300	118,934	205,425	191,649
Total assets	100,450	101,149	159,586	151,245	260,036	252,394
Long-term liabilities outstanding	25,956	26,913	69,125	64,419	95,081	91,332
Other liabilities	14,494	14,542	3,840	3,545	18,334	18,087
Total liabilities	40,450	41,455	72,965	67,964	113,415	109,419
Net assets:						
Invested in capital assets, net of related debt	51,906	48,641	67,457	64,834	119,363	113,475
Restricted	1,694	5,879	13,210	5,078	14,904	10,957
Unrestricted	6,400	5,174	5,954	13,368	12,354	18,542
Total net assets	\$ 60,000	\$ 59,693	\$ 86,621	\$ 83,280	\$ 146,621	\$ 142,974

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of the City of Marshfield exceeded liabilities by \$146,620,725 as of December 31, 2010. The City's net assets increased by \$3,664,260 for the fiscal year ended December 31, 2010. The largest portion (81%) reflects the City's investment in capital assets (e.g. land, land improvements, buildings, and equipment), less any related debt still outstanding that was issued to acquire those items. The City of Marshfield uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of Marshfield's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities. An additional \$14,903,553 of the City of Marshfield's net assets (10.2%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$12,353,761 is unrestricted.

City of Marshfield, Wisconsin Changes in Net Assets

Figure 2
(In Thousands of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues:						
Charges for services	\$ 1,704	\$ 1,746	\$ 38,579	\$ 35,489	\$ 40,283	\$ 37,235
Grants & contributions	2,907	4,643	433	608	3,340	5,251
General revenues:						
Taxes	12,971	12,827	-	-	12,971	12,827
State shared revenue	5,578	5,669	-	-	5,578	5,669
Interest and investment income	202	178	695	903	897	1,081
Miscellaneous	343	223	(7)	(8)	336	215
Total revenues	<u>23,705</u>	<u>25,286</u>	<u>39,700</u>	<u>36,992</u>	<u>63,405</u>	<u>62,278</u>
Expenses:						
General government	3,260	3,231	-	-	3,260	3,231
Public safety	9,594	7,426	-	-	9,594	7,426
Public works	5,521	5,770	-	-	5,521	5,770
Health and human services	549	465	-	-	549	465
Culture, recreation & education	3,399	3,334	-	-	3,399	3,334
Conservation & development	1,732	1,054	-	-	1,732	1,054
Interest on long-term debt	1,129	876	-	-	1,129	876
Electric	-	-	26,534	25,214	26,534	25,214
Water	-	-	3,021	2,678	3,021	2,678
Wastewater	-	-	3,856	3,707	3,856	3,707
Other business-type activities	-	-	1,150	991	1,150	991
Total expenses	<u>25,184</u>	<u>22,156</u>	<u>34,561</u>	<u>32,590</u>	<u>59,745</u>	<u>54,746</u>
Excess (deficiency) before transfers	(1,479)	3,130	5,139	4,402	3,660	7,532
Transfers	<u>1,798</u>	<u>1,474</u>	<u>(1,794)</u>	<u>(1,474)</u>	<u>4</u>	<u>-</u>
Change in net assets	319	4,604	3,345	2,928	3,664	7,532
Net assets, beginning of year	<u>59,681</u>	<u>55,090</u>	<u>83,276</u>	<u>80,353</u>	<u>142,957</u>	<u>135,443</u>
Net assets, end of year	<u>\$ 60,000</u>	<u>\$ 59,694</u>	<u>\$ 86,621</u>	<u>\$ 83,280</u>	<u>\$ 146,621</u>	<u>\$ 142,975</u>

Figure 2 provides summarized operating results and their impact on net assets. Both governmental and business-type activities increased the City's financial position.

Governmental activities: The City relies primarily on taxes (approximately 50%) and state shared revenue (approximately 25%) to provide basic services. Revenues were generally at similar levels. Public safety (approximately 38%) and public works (approximately 22%) comprise the majority of expenses. Expenses were generally consistent, with one exception of an increase in public safety. This increase is the result of significant expenditures for capital projects in 2010.

Business-type activities: Wholesale electric power costs are passed along to electric customers as a component of their bill. This recovery along with a rate increase effective November 2009 resulted in an increase in revenue. Coupled with a moderate increase in operating expenses, the results were an increase of excess revenue over expenses by approximately \$5.1 million.

Financial Analysis of the City's Funds

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

Governmental Funds. The focus of the City of Marshfield's governmental funds provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the City of Marshfield's financing requirements. Specifically, unreserved fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the primary operating fund of the City of Marshfield, Wisconsin. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$7,366,688 while total fund balance was \$7,739,953. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 38 percent of total General Fund expenditures, while total fund balance represents 40 percent of that same amount.

The debt service fund is used to account for the accumulation of resources for, and payment of, general long-term debt principal, interest, and related costs. At the end of the current fiscal year, the fund balance of \$220,714 was restricted for payments on outstanding debt of the City.

The public safety capital projects fund is used to account for construction, improvement and remodeling costs for public safety service buildings. At the end of the current fiscal year, unreserved fund balance (deficit) of the public safety fund was \$(500,340).

At December 31, 2010, the governmental funds of City of Marshfield reported a combined fund balance of \$6,442,771, a decrease of \$5,750,778 from last year. The decrease is attributable to issuance of \$9,441,497 in debt in 2009 for 2009 and 2010 street infrastructure and new central fire station construction that were substantially completed and paid for by the end of 2010.

General Fund Budgetary Highlights: During the fiscal year, the City revised the budget on several occasions. Generally, budget amendments fall into one of three categories: 1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once more accurate information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services or cover unanticipated expenses. There were no significant budget amendments during the year.

Overall revenues were lower (\$1,314,000) than budgeted amounts primarily because of reduced special assessment payments, charges for services and interest earnings. Excess revenues in other areas helped offset revenue budget shortfalls. Overall expenditures were less than budgeted (\$1,503,000) due to actual and incurred costs being less than estimated for budgeting purposes. The City had budgeted using fund balance (or having a deficit) of \$1,022,448 for 2010, but actually had an increase of \$755,219.

Proprietary Funds. The City of Marshfield's proprietary funds provide the same type of information found in the government-wide statements but in more detail. Information on enterprise fund net assets follows:

	Unrestricted Net Assets		Change in Net Assets	
	2010	2009	2010	2009
Marshfield Utilities	\$ 4,925,122	\$ 11,163,888	\$ 2,837,374	\$ 2,144,956
Wastewater	1,092,632	1,612,271	567,255	679,478
EMS	(141,053)	527,037	(71,843)	82,861

Other factors concerning the finances of these funds have already been addressed in the discussion of the City of Marshfield, Wisconsin's business-type activities.

Capital Asset and Debt Administration

Capital assets. The City of Marshfield, Wisconsin's investment in capital assets for its governmental and business-type activities as of December 31, 2010, totals \$205,424,939 (net of accumulated depreciation). These assets include land, land improvements, buildings, construction in progress, and infrastructure.

Major capital asset transactions during the year include the following additions:

- 2nd street – Maple Avenue to Vine Avenue street reconstruction, water main, sidewalk and storm sewer.
- 14th street – Adams Avenue to Central Avenue street reconstruction.
- Willow Avenue – Blodgett Street to Becker Street reconstruction.
- 55 MW combustion turbine generator construction.

- New Central Fire Station construction.

Major capital asset transactions during the year include the following disposal:

- Sale of all Electric Utility transmission lines and related assets to American Transmission Company.

City of Marshfield, Wisconsin's Capital Assets

Figure 3

(In Thousands of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Land and land improvements	\$ 9,473	\$ 8,339	\$ 2,236	\$ 2,280	\$ 11,709	\$ 10,619
Buildings and improvements	28,575	22,814	29,535	28,871	58,110	51,685
Machinery and equipment	15,629	14,968	8,991	8,910	24,620	23,878
Infrastructure/systems	64,216	60,505	85,270	90,349	149,486	150,854
Construction in progress	105	3,508	42,127	29,640	42,232	33,148
Less: Accumulated depreciation	(39,873)	(37,420)	(40,859)	(41,117)	(80,732)	(78,537)
TOTAL	\$ 78,125	\$ 72,714	\$ 127,300	\$ 118,933	\$ 205,425	\$ 191,647

Additional information on the City's capital assets can be found in the notes to the Comprehensive Annual Financial Statements, Note 5 - Capital Assets.

Long-term Obligations. As of December 31, 2010 the City of Marshfield, Wisconsin had total long-term obligations outstanding of \$93,630,750. Of this, \$28,918,543 is debt backed by the full faith and credit of the City. The remainder of the City's debt represents mortgage revenue bonds secured solely by specified revenue sources (i.e. revenue bonds) and compensated absences.

City of Marshfield, Wisconsin's Outstanding Long-Term Obligations

Figure 4

(In Thousands of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
General obligation bonds/notes	\$ 25,570	\$ 26,619	\$ 2,006	\$ 707	\$ 27,576	\$ 27,326
Mortgage revenue bonds/ Bond anticipation notes	-	-	64,087	63,175	64,087	63,175
Other long-term obligations	386	294	239	-	625	294
TOTAL	\$ 25,956	\$ 26,913	\$ 66,332	\$ 63,882	\$ 92,288	\$ 90,795

The City of Marshfield, Wisconsin's total debt increased by \$1,252,819 (1%) during the past fiscal year. This was due to the issuance of \$3,300,00 million in new debt by the City of Marshfield less scheduled principal payments of \$5,794,010 million during the year. The City also issued \$2,730,000 to refund older debt issues, \$10,000,000 to refinance expiring taxable electric system revenue bond anticipation notes associated with construction of the new peaking power plant and \$28,090,000 in electric system revenue bonds for permanent financing associated with construction of the new peaking power plant.

The State of Wisconsin statutes limit the amount of general obligation debt that a unit of government can issue to 5 percent of total equalized value of taxable property located within that government's boundaries. The legal debt limit for City of Marshfield, Wisconsin is \$66,637,330.

Additional information regarding the City of Marshfield's long-term debt can be found in the notes to the financial statements, Note 7 - Long-Term Obligations.

Economic Factors And Next Year's Budgets And Rates

In 2005, as part of its' biennial budget process, the State of Wisconsin imposed a two-year property tax levy limit on all Wisconsin municipalities that has been extended through 2011. This tax levy limit impacted the City of Marshfield 2006 through 2011 budgets. For 2011, the city was eligible to increase its tax levy by 8.61% over 2010 with allowable adjustments. The 2011 adopted budget increased the tax levy by 1.71%. The governor's proposed 2011-12 State budget includes a two year extension of these limits with a levy freeze with the exception of percentage of net new construction growth. This would impact the City of Marshfield 2012 and 2013 budgets if included in the approved State of WI budget as proposed by the governor.

The 2011 adopted General Fund budget is \$21.23 million, an increase of 2.08% in comparison to the 2010 revised budget of \$20.80 million. The overall 2011 adopted budget for all funds is \$40.51 million, a decrease of 3.17% over the 2010 revised budget for all funds of \$41.84 million. Property taxes levied in 2010 for 2011 city purposes increased by \$199,654. The tax rate for city purposes in 2010 for 2011 decreased \$0.90 from \$9.86 to \$8.96. The City of Marshfield was required to complete a property value reassessment in 2010. This resulted in a 12.31% increase in overall assessed property values totaling \$148.31 million since the last revaluation in 2003.

For 2011 the city plans to issue \$4.3 million in general obligation debt for budgeted capital projects including street infrastructure and various Tax Incremental Financing District projects. The city also plans to issue \$2.7 million in general obligation debt for infrastructure work related to the Development Agreement with Completion Industrial Minerals with TIF #7.

In November 2009, the City of Marshfield was notified of a significant business loss with Wick Building Systems bankruptcy filing. Their bankruptcy reorganization plans included closure of its Marshfield modular-home plant and lay off of the remaining 142 plant employees. This was a result of the dramatic downturn in the housing market during the current nationwide recession. That property was purchased in November 2010 for \$4.2 million by Carbo Ceramics as a potential new location for their industrial sand processing operations.

During 2010, the following significant projects were completed:

- Implementation of a Façade Improvement program for the downtown business area within TIF #4 providing up to 50% matching grant funds for improvements meeting program requirements. Over \$200,000 of grants to (14) different properties were made that resulted in more than \$750,000 in improvements to downtown buildings.
- The demand for Community Based Residential Facilities (CBRF's) continues to be a big draw for Marshfield. The Stoney River Assisted Living Facility opened its doors in December. This 40,000-square-foot (\$2,800,000 value), 50-unit CBRF will provide additional opportunities for our elderly residents that require assistance with the comfort of home.
- Marshfield Clinic continues to be very active in development of the community and has recently completed two projects. A Level 3 Data Center was opened in the Mill Creek Business Park (TIF # 5). This 19,500-square-foot (\$2,193,000 value) was constructed with plans to expand two additional phases for a total of 50,000 square feet in the future.
- Marshfield Clinic's second project is a 28,000-square-foot (\$3,200,000 value) Family Health Center (FHC). The FHC houses a new dental clinic and administration that will help to advance dental care in rural Wisconsin. Located on St. Joseph Avenue, and part of the medical campus, the Clinic plans to expand the facility in the near future to incorporate a dental school.
- Several other businesses have completed expansion or remodeling projects in 2010. Some of the more notable projects are: Wheeler's Chevrolet constructed a new state-of-the-art 11,800-square-foot (\$250,000 value) collision repair center and Custom Fabricating & Repair added a 20,000-square-foot (\$750,000 value) addition to their existing facility to keep up with the market demands.

The following projects are scheduled or underway for construction/completion in 2011:

- Completion Industrial Minerals (Texsand) construction of an estimated \$25 million industrial sand processing plant with rail access (TIF #7)
- Reconstruction of East 29th Street in conjunction with the Completion Industrial Minerals project per the Development Agreement
- Continued Façade Improvement program funding for TIF #4 with \$120,000 of matching grant funds available in 2011
- Prevention Genetics is expanding their business with a 10,000-square-foot (\$1,500,000 value) addition that will not only expand their business opportunities, but also expand their employment to over 100 FTE
- Ministry Health Care is nearing completion on their latest project, a new 18,000-square-foot (\$1,300,000 value) House of the Dove Facility. This new 12-room hospice facility is targeted for completion in Spring 2011

Requests for Information

This report is designed to provide an overview of the City's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the Finance Director, City of Marshfield, P.O. Box 727, Marshfield, Wisconsin 54449.

**BASIC
FINANCIAL
STATEMENTS**

CITY OF MARSHFIELD
STATEMENT OF NET ASSETS
DECEMBER 31, 2010

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and equivalents	\$ 8,704,207	\$ 9,069,947	\$ 17,774,154
Investments	103,425	6,439,027	6,542,452
Receivables			
Taxes	9,713,656	93,186	9,806,842
Accounts	-	3,357,819	3,357,819
Special assessments	690,744	30,582	721,326
Loans	673,151	-	673,151
Other	71,664	1,250	72,914
Inventories	72,785	1,260,879	1,333,664
Prepays	12,398	41,679	54,077
Deferred charges	-	866,900	866,900
Due from other governments	226,909	263	227,172
Internal balances	1,593,602	(1,593,602)	-
Restricted assets			
Cash and investments	461,977	12,718,116	13,180,093
Capital assets, net of accumulated depreciation			
Land and construction in progress	9,578,362	44,362,755	53,941,117
Buildings, systems and equipment	68,546,942	82,936,880	151,483,822
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 100,449,822</u>	<u>\$ 159,585,681</u>	<u>\$ 260,035,503</u>

(Continued on page 21)

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
STATEMENT OF NET ASSETS - Continued
DECEMBER 31, 2010

	GOVERNMENTAL	BUSINESS	
	ACTIVITIES	TYPE	TOTAL
	ACTIVITIES	ACTIVITIES	TOTAL
LIABILITIES AND NET ASSETS			
LIABILITIES			
Accounts payable	\$ 920,402	\$ 2,440,386	\$ 3,360,788
Bond anticipation notes	-	10,000,000	10,000,000
Accrued interest	380,660	96,296	476,956
Other accrued expenses	13,168	1,039,810	1,052,978
Payable from restricted assets			
Current portion of long-term debt	56,796	1,906,729	1,963,525
Other	-	206,881	206,881
Due to other governments	104,895	56,836	161,731
Unearned revenue	13,074,954	-	13,074,954
NONCURRENT LIABILITIES			
Due within one year	3,293,209	2,325,000	5,618,209
Customer deposits	-	697,453	697,453
Unamortized bond premium	-	2,095,527	2,095,527
Noncurrent portion of long-term obligations	22,605,642	52,100,134	74,705,776
TOTAL LIABILITIES	<u>40,449,726</u>	<u>72,965,052</u>	<u>113,414,778</u>
NET ASSETS			
Invested in capital assets, net of related debt	51,905,874	73,465,761	125,371,635
Restricted for			
Public safety	64,892	-	64,892
Culture, recreation and education	295,636	-	295,636
Conservation and development	1,255,834	-	1,255,834
Other purposes	151,934	-	151,934
Debt service	220,714	10,153,697	10,374,411
Perpetual care - nonexpendable	205,381	-	205,381
Unrestricted	5,899,831	3,001,171	8,901,002
TOTAL NET ASSETS	<u>60,000,096</u>	<u>86,620,629</u>	<u>146,620,725</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 100,449,822</u>	<u>\$ 159,585,681</u>	<u>\$ 260,035,503</u>

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
GOVERNMENTAL ACTIVITIES				
General government	\$ 3,260,294	\$ 810,056	\$ 89,069	\$ -
Public safety	9,594,245	253,590	217,368	4,015
Public works	5,520,843	64,430	2,159,904	100,000
Health and human services	548,620	134,968	-	-
Culture, recreation and education	3,399,249	320,980	316,445	4,950
Conservation and development	1,732,273	120,376	15,481	-
Debt service				
Interest and fiscal charges	1,128,733	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	<u>25,184,257</u>	<u>1,704,400</u>	<u>2,798,267</u>	<u>108,965</u>
BUSINESS-TYPE ACTIVITIES				
Electric	26,533,890	29,380,427	94,220	-
Water	3,021,251	3,515,209	267,009	-
Communications	44,606	70,746	15,539	-
Wastewater	3,856,213	4,627,965	-	-
EMS	1,104,934	984,921	55,886	-
TOTAL BUSINESS TYPE ACTIVITIES	<u>34,560,894</u>	<u>38,579,268</u>	<u>432,654</u>	<u>-</u>
TOTAL	<u>\$ 59,745,151</u>	<u>\$ 40,283,668</u>	<u>\$ 3,230,921</u>	<u>\$ 108,965</u>

General revenues
Property taxes
Public accomodation taxes
Other taxes and payments in lieu of tax
Unrestricted state shared revenues
Unrestricted investment earnings
Miscellaneous revenues
Transfers
Total general revenues and transfers
Change in net assets
Net assets - beginning of year
Net assets - end of year

(Continued on page 23)

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
STATEMENT OF ACTIVITIES - Continued
FOR THE YEAR ENDED DECEMBER 31, 2010

<u>NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS</u>		
<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
\$ (2,361,169)	\$ -	\$ (2,361,169)
(9,119,272)	-	(9,119,272)
(3,196,509)	-	(3,196,509)
(413,652)	-	(413,652)
(2,756,874)	-	(2,756,874)
(1,596,416)	-	(1,596,416)
-	-	-
(1,128,733)	-	(1,128,733)
<u>(20,572,625)</u>	<u>-</u>	<u>(20,572,625)</u>
-	2,940,757	2,940,757
-	760,967	760,967
-	41,679	41,679
-	771,752	771,752
-	(64,127)	(64,127)
<u>-</u>	<u>4,451,028</u>	<u>4,451,028</u>
<u>(20,572,625)</u>	<u>4,451,028</u>	<u>(16,121,597)</u>
12,568,324	-	12,568,324
267,453	-	267,453
134,724	-	134,724
5,577,595	-	5,577,595
202,382	695,273	897,655
342,746	(6,873)	335,873
1,798,654	(1,794,421)	4,233
<u>20,891,878</u>	<u>(1,106,021)</u>	<u>19,785,857</u>
319,253	3,345,007	3,664,260
<u>59,680,843</u>	<u>83,275,622</u>	<u>142,956,465</u>
<u>\$ 60,000,096</u>	<u>\$ 86,620,629</u>	<u>\$ 146,620,725</u>

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	GENERAL	DEBT SERVICE	CAPITAL PROJECTS PUBLIC SAFETY	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash and equivalents	\$ 4,777,888	\$ 865,568	\$ -	\$ 2,817,530	\$ 8,460,986
Receivables					
Taxes	6,259,516	1,813,177	36,883	-	8,109,576
Accounts	68,629	-	-	1,604,080	1,672,709
Special assessments	690,744	-	-	-	690,744
Loans	-	-	-	585,416	585,416
Other	16,224	-	41,598	22,102	79,924
Prepays	6,632	-	-	5,766	12,398
Due from other governments	42,092	-	1,609	180,280	223,981
Due from other funds	5,541,189	-	-	-	5,541,189
TOTAL ASSETS	17,402,914	2,678,745	80,090	5,215,174	25,376,923
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts payable	456,845	-	11,268	424,809	892,922
Due to					
Other funds	13,971	-	519,162	3,419,549	3,952,682
Other governments	18,543	-	-	86,352	104,895
Deferred revenues	9,173,602	2,458,031	50,000	2,302,020	13,983,653
TOTAL LIABILITIES	9,662,961	2,458,031	580,430	6,232,730	18,934,152
FUND BALANCES					
Reserved for					
Special revenue	-	-	-	1,607,459	1,607,459
Capital projects	-	-	-	160,837	160,837
Debt service	-	220,714	-	-	220,714
Other activities	6,632	-	-	198,749	205,381
Unreserved, designated	366,633	-	-	-	366,633
Special revenue	-	-	-	158,187	158,187
Unreserved, undesignated	7,366,688	-	-	-	7,366,688
Special revenue	-	-	-	80,880	80,880
Capital projects	-	-	(500,340)	(3,223,668)	(3,724,008)
TOTAL FUND BALANCES	7,739,953	220,714	(500,340)	(1,017,556)	6,442,771
TOTAL LIABILITIES AND FUND BALANCES	\$ 17,402,914	\$ 2,678,745	\$ 80,090	\$ 5,215,174	\$ 25,376,923

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
YEAR ENDED DECEMBER 31, 2010

Fund balances - total governmental funds \$ 6,442,771

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

Net capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 75,870,660

Some revenues are deferred in the funds because they are not available to pay current period's expenditures. 908,699

Internal service funds are used by management to charge the costs of fleet machinery and equipment to individual funds. The assets, liabilities and net assets of the internal service fund are included with governmental activities on the Statement of Net Assets. 2,943,369

A portion of long-term debt is to be paid by an outside entity. This is recognized as revenue as it is received in the funds, however the remaining balance is recorded as a receivable on the Statement of Net Assets. 87,735

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net assets.

Accrued interest payable	\$ (380,660)	
Bonds and notes payable	(25,486,565)	
Compensated absences	<u>(385,913)</u>	<u>(26,253,138)</u>

Total net assets of governmental activities \$ 60,000,096

The accompanying notes are an integral part of these financial statements.

CITY OF MARSHFIELD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2010

REVENUE	GENERAL	DEBT SERVICE	CAPITAL PROJECTS	OTHER GOVERNMENTAL FUNDS	TOTAL
			PUBLIC SAFETY		GOVERNMENTAL FUNDS
Taxes	\$ 8,808,033	\$ 2,633,500	\$ 40,000	\$ 1,490,824	\$ 12,972,357
Special assessments	331,540	-	-	-	331,540
Intergovernmental revenues	7,597,400	-	94,174	572,611	8,264,185
Licenses and permits	174,888	-	-	206,840	381,728
Fines, forfeits and penalties	115,316	-	-	-	115,316
Charges for services	763,020	-	-	85,628	848,648
Other revenue	670,054	81,032	7,700	307,274	1,066,060
TOTAL REVENUES	18,460,251	2,714,532	141,874	2,663,177	23,979,834
EXPENDITURES					
Current					
General government	2,960,504	-	-	200,772	3,161,276
Public safety	7,758,947	-	-	30,920	7,789,867
Public works	4,725,748	-	-	437,631	5,163,379
Health and human services	174,372	-	-	54,162	228,534
Culture, recreation and education	3,114,717	-	-	324,086	3,438,803
Conservation and development	514,521	-	-	832,424	1,346,945
Capital outlay	7,305	-	3,771,973	4,595,549	8,374,827
Debt service					
Principal retirement	-	2,921,135	-	-	2,921,135
Interest and fiscal charges	-	1,004,299	1,130	55,831	1,061,260
TOTAL EXPENDITURES	19,256,114	3,925,434	3,773,103	6,531,375	33,486,026
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(795,863)	(1,210,902)	(3,631,229)	(3,868,198)	(9,506,192)
OTHER FINANCING SOURCES (USES)					
Issuance of long-term debt	-	47,510	93,131	3,159,359	3,300,000
Issuance of long-term refunding debt	-	706,717	-	-	706,717
Payment of refunded debt	-	(2,049,957)	-	-	(2,049,957)
Transfer from Enterprise Fund	1,589,436	1,548,225	-	-	3,137,661
Transfers in	1,866	1,001,387	10,220	308,718	1,322,191
Transfers out	(40,220)	-	(619,007)	(2,001,971)	(2,661,198)
TOTAL OTHER FINANCING SOURCES (USES)	1,551,082	1,253,882	(515,656)	1,466,106	3,755,414
NET CHANGE IN FUND BALANCE	755,219	42,980	(4,146,885)	(2,402,092)	(5,750,778)
FUND BALANCES AT BEGINNING OF YEAR, AS RESTATED	6,984,734	177,734	3,646,545	1,384,536	12,193,549
FUND BALANCES AT END OF YEAR	\$ 7,739,953	\$ 220,714	\$ (500,340)	\$ (1,017,556)	\$ 6,442,771

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2010

Net change in fund balances - total governmental funds \$ (5,750,778)

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

The acquisition of capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.

Capital outlay reported in governmental fund statements	\$ 8,374,827	
Assets capitalized, not recorded as capital outlay	(361,160)	
Depreciation expense reported in the statement of activities	(2,626,051)	
Net book value of capital assets disposed	<u>(65,939)</u>	
Amount by which capital outlays are greater than depreciation in the current period.		5,321,677

Certain long-term debt amounts are being reimbursed by an outside entity. For governmental funds this reimbursement is recognized as revenue, however for the statement of net assets it is recorded as a reduction of a note receivable. (2,293)

Internal service funds are used by management to charge the costs of fleet machinery and equipment to individual funds. The net revenue (loss) of certain activities of internal service funds is reported with governmental activities. 155,043

Certain employee benefits are reported in the governmental funds when amounts are paid. The statement of activities reports the value of benefits earned during the year. This year the accrual increased by: (91,517)

Certain revenues are deferred in the governmental funds because they are not available to pay current period expenditures. In the statement of activities, these are recorded as revenue in the current year. Special assessments to be collected after year end: (206,746)

Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net assets and does not affect the statement of activities. The amount of long-term debt principal payments in the current year: 4,971,092

Proceeds from the issuance of long-term debt in the governmental funds is a revenue, but it is reported as an increase in long-term debt in the statement of net assets and does not affect the statement of activities. The amount of long-term debt proceeds in the current year is: (4,006,717)

In governmental funds interest payments on outstanding debt are reported as an expenditure when paid. In the statement of activities interest is reported as it accrues. The amount of interest paid during the current period: 1,003,955
The amount of interest accrued during the current period: (1,074,463)
Interest paid is greater (less) than interest accrued by: (70,508)

Change in net assets - governmental activities \$ 319,253

The accompanying notes are an integral part of these financial statements.

CITY OF MARSHFIELD
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2010

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL
			OTHER		
	MARSHFIELD	WASTEWATER	ENTERPRISE	TOTAL	INTERNAL
	UTILITIES		FUNDS		SERVICE
					FUND
ASSETS					
CURRENT ASSETS					
Cash and equivalents	\$ 7,196,820	\$ 1,407,205	\$ 465,922	\$ 9,069,947	\$ 808,623
Taxes receivable	-	93,186	-	93,186	-
Accounts receivable	3,209,130	14,606	135,333	3,359,069	-
Special assessments receivable	-	30,582	-	30,582	-
Prepaid expenses	41,200	479	-	41,679	-
Due from other funds	32,214	624,695	-	656,909	6,961
Due from other governments	-	263	-	263	2,928
Restricted assets, cash and investments	10,512,842	2,205,274	-	12,718,116	-
Inventories	1,155,382	105,496	-	1,260,878	72,785
TOTAL CURRENT ASSETS	22,147,588	4,481,786	601,255	27,230,629	891,297
NONCURRENT ASSETS					
Deferred charges	866,900	-	-	866,900	-
Investments	6,439,027	-	-	6,439,027	-
	<u>7,305,927</u>	<u>-</u>	<u>-</u>	<u>7,305,927</u>	<u>-</u>
Capital assets, at cost					
Land and construction in progress	44,233,161	29,961	99,633	44,362,755	20,728
Buildings, systems and equipment	71,355,274	51,171,440	1,269,430	123,796,144	6,833,413
Less accumulated depreciation	<u>(26,451,982)</u>	<u>(13,897,188)</u>	<u>(510,094)</u>	<u>(40,859,264)</u>	<u>(4,599,497)</u>
Net capital assets	<u>89,136,453</u>	<u>37,304,213</u>	<u>858,969</u>	<u>127,299,635</u>	<u>2,254,644</u>
TOTAL NONCURRENT ASSETS	96,442,380	37,304,213	858,969	134,605,562	2,254,644
TOTAL ASSETS	<u>\$ 118,589,968</u>	<u>\$ 41,785,999</u>	<u>\$ 1,460,224</u>	<u>\$ 161,836,191</u>	<u>\$ 3,145,941</u>

(Continued on page 29)

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
STATEMENT OF NET ASSETS - Continued
PROPRIETARY FUNDS
DECEMBER 31, 2010

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL
			OTHER		
	MARSHFIELD		ENTERPRISE	TOTAL	INTERNAL
	UTILITIES	WASTEWATER	FUNDS		SERVICE
					FUND
LIABILITIES AND NET ASSETS					
CURRENT LIABILITIES					
Accounts payable	\$ 2,425,370	\$ 83,089	\$ 8,815	\$ 2,517,274	\$ 27,480
Bond anticipation notes	10,000,000	-	-	10,000,000	-
Due to other funds	2,215,847	34,664	-	2,250,511	1,866
Due to other governments	-	56,836	-	56,836	-
Accrued salaries, wages and compensated absences	985,033	34,304	20,473	1,039,810	12,059
Accrued interest	-	89,507	6,789	96,296	1,109
Current portion of long-term debt	61,371	132,663	34,428	228,462	56,796
Deferred revenues	-	-	16,735	16,735	-
Unamortized bond premium	2,095,527	-	-	2,095,527	-
Customer advances	680,718	-	-	680,718	-
CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS					
Accrued interest	206,881	-	-	206,881	-
Current portion mortgage revenue bonds and notes	2,325,000	1,678,267	-	4,003,267	-
TOTAL CURRENT LIABILITIES	20,995,747	2,109,330	87,240	23,192,317	99,310
NONCURRENT LIABILITIES					
Long-term obligations	36,635,178	14,809,888	655,068	52,100,134	26,373
TOTAL NONCURRENT LIABILITIES	36,635,178	14,809,888	655,068	52,100,134	26,373
TOTAL LIABILITIES	57,630,925	16,919,218	742,308	75,292,451	125,683
NET ASSETS					
Invested in capital assets, net of related debt	51,085,028	21,521,764	858,969	73,465,761	2,171,475
Restricted for debt services	7,901,312	556,564	-	8,457,876	-
Restricted for wastewater activities	-	1,695,821	-	1,695,821	1,417,254
Unrestricted	1,972,703	1,092,632	(141,053)	2,924,282	(568,471)
TOTAL NET ASSETS	60,959,043	24,866,781	717,916	86,543,740	3,020,258
TOTAL LIABILITIES AND NET ASSETS	\$ 118,589,968	\$ 41,785,999	\$ 1,460,224		\$ 3,145,941
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				76,889	
Net assets of business-type activities on statement of activities.				<u>\$ 86,620,629</u>	

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2010

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL
				OTHER	ACTIVITIES-
	MARSHFIELD			ENTERPRISE	INTERNAL
	UTILITIES	WASTEWATER	FUNDS	TOTAL	SERVICE
					FUND
OPERATING REVENUES					
Charges for services	\$ 32,966,382	\$ 4,627,965	\$ 1,040,807	\$ 38,635,154	\$ 1,710,547
OPERATING EXPENSES					
Operations and maintenance	25,868,909	2,264,749	1,039,090	29,172,748	1,315,412
General	634,906	-	-	634,906	-
Depreciation	2,286,790	1,032,213	41,370	3,360,373	282,804
Taxes	177,042	-	-	177,042	-
TOTAL OPERATING EXPENSES	<u>28,967,647</u>	<u>3,296,962</u>	<u>1,080,460</u>	<u>33,345,069</u>	<u>1,598,216</u>
OPERATING INCOME	<u>3,998,735</u>	<u>1,331,003</u>	<u>(39,653)</u>	<u>5,290,085</u>	<u>112,331</u>
NONOPERATING REVENUE (EXPENSE)					
Interest income	687,189	8,060	-	695,249	-
Interest and fiscal charges	(517,294)	(559,304)	(25,931)	(1,102,529)	(3,035)
Amortization of debt issue costs	(118,588)	-	-	(118,588)	-
Miscellaneous	-	5,024	669	5,693	57,968
Loss on disposals of fixed assets	-	(12,543)	(6,928)	(19,471)	-
TOTAL NONOPERATING REVENUE	<u>51,307</u>	<u>(558,763)</u>	<u>(32,190)</u>	<u>(539,646)</u>	<u>54,933</u>
INCOME BEFORE CONTRIBUTIONS AND TRANSFERS	4,050,042	772,240	(71,843)	4,750,439	167,264
Contributions from customers	376,768	-	-	376,768	-
Transfers to governmental funds	(1,589,436)	(204,985)	-	(1,794,421)	-
CHANGE IN NET ASSETS	2,837,374	567,255	(71,843)	3,332,786	167,264
NET ASSETS - January 1	<u>58,121,669</u>	<u>24,299,526</u>	<u>789,759</u>		<u>2,852,994</u>
NET ASSETS - December 31	<u>\$ 60,959,043</u>	<u>\$ 24,866,781</u>	<u>\$ 717,916</u>		<u>\$ 3,020,258</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				12,221	
Change in net assets of business-type activities on statement of activities.				<u>\$ 3,345,007</u>	

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2010

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUND
	MARSHFIELD UTILITIES	WASTEWATER	OTHER ENTERPRISE FUNDS	TOTAL	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 37,776,970	\$ 260,007	\$ 1,032,884	\$ 39,069,861	\$ 1,767,489
Payments to wastewater utility (collection of wastewater revenue)	(4,412,634)	4,412,634	-	-	-
Payments to suppliers and vendors	(23,431,034)	(1,235,934)	(212,659)	(24,879,627)	(866,036)
Payments to employees	(3,252,659)	(936,997)	(821,454)	(5,011,110)	(448,807)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>6,680,643</u>	<u>2,499,710</u>	<u>(1,229)</u>	<u>9,179,124</u>	<u>452,646</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer to governmental funds	(1,589,436)	(204,985)	-	(1,794,421)	-
Public benefits receipts	210,146	-	-	210,146	-
Payments for public benefits	(210,960)	-	-	(210,960)	-
TOTAL CASH FLOWS USED IN NONCAPITAL FINANCING ACTIVITIES	<u>(1,590,250)</u>	<u>(204,985)</u>	<u>-</u>	<u>(1,795,235)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition and construction of capital assets	(14,208,509)	(1,453,756)	(644,545)	(16,306,810)	(371,076)
Special assessments receivable, net	-	7,983	-	7,983	-
Payments payroll & benefits for employees - capitalized	(518,711)	-	-	(518,711)	-
Payments for improvement of capital assets	(403,230)	-	-	(403,230)	-
Cost of retiring capital assets	(83,647)	-	-	(83,647)	-
Interest paid	(1,960,140)	(567,101)	(19,528)	(2,546,769)	(4,114)
Proceeds from sale of capital assets	6,490,118	-	-	6,490,118	-
Proceeds from issuance of debt	-	848,974	701,760	1,550,734	-
Proceeds from issuance of revenue bonds	30,402,233	-	-	30,402,233	-
Proceeds from bond anticipation notes	10,080,047	-	-	10,080,047	-
Principal payments of bonds payable	(390,000)	(1,765,797)	-	(2,155,797)	(84,599)
Principal payments of bond anticipation notes	(35,165,000)	-	-	(35,165,000)	-
Principal payments of GO refunding bonds	(18,986)	-	(97,180)	(116,166)	-
Contributed capital	445,882	-	-	445,882	-
Contributions refunded	(6,486)	-	-	(6,486)	-
NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(5,336,429)</u>	<u>(2,929,697)</u>	<u>(59,493)</u>	<u>(8,325,619)</u>	<u>(459,789)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received	546,075	8,060	-	554,135	-
Purchase of investments	(113,553)	-	-	(113,553)	-
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>432,522</u>	<u>8,060</u>	<u>-</u>	<u>440,582</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>186,486</u>	<u>(626,912)</u>	<u>(60,722)</u>	<u>(501,148)</u>	<u>(7,143)</u>
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>17,523,176</u>	<u>4,239,391</u>	<u>526,644</u>	<u>22,289,211</u>	<u>815,766</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 17,709,662</u>	<u>\$ 3,612,479</u>	<u>\$ 465,922</u>	<u>\$ 21,788,063</u>	<u>\$ 808,623</u>

(Continued on page 32)

The accompanying notes are an integral part of these financial statements.

CITY OF MARSHFIELD, WISCONSIN
STATEMENT OF CASH FLOWS - Continued
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2010

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUND
	MARSHFIELD UTILITIES	WASTEWATER	OTHER ENTERPRISE FUNDS	TOTAL	
RECONCILIATION OF OPERATING INCOME TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income	\$ 3,998,735	\$ 1,331,003	\$ (39,653)	\$ 5,290,085	\$ 112,331
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation charged to depreciation expense	2,090,076	1,032,213	41,370	3,163,659	282,804
Depreciation charged to clearing account	196,714	-	-	196,714	-
Changes in assets and liabilities					
(Increase) decrease in assets					
Taxes receivable	-	14,524	-	14,524	-
Accounts receivable	(511,208)	10,641	(9,076)	(509,643)	58,993
Prepaid expenses	(41,200)	(357)	-	(41,557)	-
Due from other funds	(5,782)	19,640	-	13,858	(1,099)
Due from other governments	-	(129)	-	(129)	(952)
Inventories	1,454	4,668	-	6,122	(6,159)
Increase (decrease) in current liabilities					
Accounts payable	(179,411)	36,553	2,057	(140,801)	5,288
Due to other funds	606,961	(6,434)	-	600,527	303
Customer advances	145,708	-	-	145,708	-
Due to other governments	-	56,836	-	56,836	-
Increase in other liabilities	119,891	-	-	119,891	-
Other accrued expenses	258,705	552	4,073	263,330	1,137
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	6,680,643	2,499,710	(1,229)	9,179,124	452,646
CASH AND CASH EQUIVALENTS AT END OF YEAR					
Cash	7,196,820	1,407,205	465,922	9,069,947	808,623
Construction and special redemption investments	10,433,193	509,453	-	10,942,646	-
Revenue bond depreciation investments	-	1,695,821	-	1,695,821	-
Customer deposits	79,649	-	-	79,649	-
TOTAL CASH AND CASH EQUIVALENTS	\$ 17,709,662	\$ 3,612,479	\$ 465,922	\$ 21,788,063	\$ 808,623
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Dividends reinvested	\$ 249,392	\$ -	\$ -	\$ 249,392	\$ -

The accompanying notes are an integral part of these financial statements.

CITY OF MARSHFIELD
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
DECEMBER 31, 2010

	AGENCY FUNDS
ASSETS	
Cash and equivalents	\$ 5,803,029
Investments	14,000
Taxes receivable	14,880,036
Other receivables	16,582
TOTAL ASSETS	20,713,647
LIABILITIES	
Accounts payable	22,138
Payroll deductions	412,429
Due to other governments	20,279,080
TOTAL LIABILITIES	\$ 20,713,647

**NOTES
TO THE
FINANCIAL STATEMENTS**

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE 1 - Summary of Significant Accounting Policies

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

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 financial statements do not include any component units, as defined in GASB 14 and amended by GASB 39, 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.

Government-Wide Financial Statements

The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

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

The business-type activities follow all pronouncements of the Governmental Accounting Standards Board. The City has elected not to adopt the provision of GASB 20, paragraph 7, which states that all GASB statements and interpretations issued after November 30, 1989, can be applied to its proprietary funds. Unbilled utility receivables are not recorded as the amount is not material.

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

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 1 - Summary of Significant Accounting Policies - Continued

Fund Financial Statements

The fund financial statements provide information about the City's funds, including fiduciary funds. Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets/fund equity, revenues, and expenditures/expenses.

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

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

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

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

Basis of Presentation

The City reports the following major governmental funds:

General Fund - The General Fund is used to account for all financial resources, except those required to be accounted for in another fund.

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

Capital Outlay - Public Safety - Used to account for construction, improvement and remodeling costs for public safety service buildings.

The City reports the following major proprietary funds:

Marshfield Utilities - All activities necessary to provide electric, water and telecommunication services to residents of the City and outlying areas. Fund activities include administration, billing and collection, operations, maintenance, and financing.

Wastewater - This fund accounts for the maintenance of the City's sanitary sewer system. Wisconsin State Statutes Section 66.076, permit municipalities to implement sewer fees to recover the costs of operation, maintenance, repair, and depreciation of sewer collection and transportation facilities. Sewer maintenance costs are recovered through a user fee rather than through the property tax.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 1 - Summary of Significant Accounting Policies - Continued

Additionally, the City reports the following fund types:

Internal service fund – Accounts for fleet machinery and equipment provided to other departments of the government, or to actual parties, on a cost reimbursement basis.

Agency - This fund accounts for taxes and deposits collected by the City, acting in the capacity of an agent, for distribution to other governmental units or designated beneficiaries.

Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place. Non-exchange transactions, in which the City receives value without directly giving equal value in return, include property tax revenue, grants, and other contributions. On an accrual basis, revenue from property taxes is recognized in the period for which the levy is intended to finance, which is the year after the taxes are levied. Taxes levied in 2010 that will be collected in 2011 are recorded as receivable and deferred revenue. Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Eligibility includes timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers all revenues to be available if they are collected within 60 days of the end of the current year. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, principal and interest on general long-term debt, claims and judgments, and compensated absences are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Significant revenue sources, which are susceptible to accrual include property taxes, state share revenues, grants, contributions, and interest. All other revenue sources including licenses, permits, fines, and forfeits are considered to be measurable and available only when cash is received.

Property taxes are recorded in the year levied as receivables and deferred revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the City is entitled the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

Special assessments are recorded as revenues when they become measurable and available as current assets. Annual installments due in future years are reflected as receivables and deferred revenues.

The City reports deferred revenues on its governmental funds balance sheet, which arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the City has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 1 - Summary of Significant Accounting Policies - Continued

Basis of Accounting - Continued

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The City also has the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The City has elected not to follow subsequent private-sector guidance. The proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer utilities are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Cash and Cash Equivalents

Cash and cash equivalents, as classified in the statement of cash flows, consist of all highly liquid investments with an initial maturity of three months or less.

Accounts Receivable

Accounts receivable are recorded at gross amounts. 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. The cost of governmental fund-type inventories are recorded as expenditures when purchased.

Prepaid Items

Cash payments benefiting future periods have been recorded as prepaid items. They will be reflected as expenditures or expenses when incurred in the subsequent year. Prepaid items in governmental funds are reserved for in fund balance, because prepaids are not expendable, available financial resources.

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.

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.

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

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 1 - Summary of Significant Accounting Policies - Continued

Capital Assets

Capital assets, which includes property, plant, and equipment, and infrastructure, are reported at cost or estimated historical cost if actual cost is not available. Contributed assets are reported at estimated fair value at the time received. General infrastructure assets, such as roads, bridges, curbs, gutters, streets, sidewalks and drainage, and lighting systems, acquired prior to January 1, 2005, are reported at estimated historical cost using prior financial information. Capital assets are depreciated using the straight-line method. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset's lives are not capitalized.

Major capital outlays for capital assets of business-type activities are included as part of the capitalized value of the assets constructed. Interest expenses incurred during construction are capitalized as part of the additions to capital assets.

Capitalization thresholds and the estimated useful lives are as follows:

Capital Asset Category	Capitalization Threshold	Estimated Useful Life
Infrastructure	\$ 1,000	20-70
Land	-	N/A
Improvements	1,000	15-40
Buildings	1,000	15-50
Machinery and equipment	1,000	3-40

Compensated Absences

Vacation pay accumulates and is fully vested. 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.

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

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. At the employees' discretion, contributions are invested in various investment instruments offered by the plan administrator. The accumulated balance of contributions to the plan can be utilized for any future medical expenses and/or medical insurance by the former employee.

Compensated absence expenditures and liabilities are recorded and adjusted to December 31st salaries/wages at the close of each fiscal year. The year-end liabilities are all deemed current since there is no limit on how much can be used on an annual basis.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 1 - Summary of Significant Accounting Policies - Continued

Bond Premiums, Discounts, and Issuance Costs

In the government-wide and proprietary fund financial statements, bond premiums and discounts, as well as issuance costs are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Advance Refundings of Debt

In the government-wide and proprietary fund financial statements, gains and losses from advance refundings of debt resulting in defeasance are deferred and amortized as a component of interest expense over the shorter of the remaining life of the old debt or the life of the new debt using the effective interest method. Bonds payable are reported net of the applicable deferred amount.

Fund Balances

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for specific purposes.

Net Assets

In the government-wide and proprietary fund financial statements, equity is displayed in three components as follows:

Invested in Capital Assets, Net of Related Debt - This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the City's policy to use restricted resources first, then unrestricted resources when they are needed.

Unrestricted - This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

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 revenue.

Interfund Transactions

Interfund transactions are accounted for as revenue, expenses or expenditures in the fund financial statements. 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 transfers are reported as transfers.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes (which are reported as transfers) and other charges between the government's water and wastewater function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 1 - Summary of Significant Accounting Policies - Continued

Use of Estimates

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

Subsequent Events

The City has evaluated subsequent events through April 18, 2011 the date which the financial statements were available to be issued.

NOTE 2-A - Cash and Investments

State statutes permit the City to invest available cash balances, other than debt service funds, in time deposits of authorized depositories, state obligations, U.S. Treasury obligations, U.S. agency issues, repurchase agreements and other investments secured by federal securities, high grade commercial paper, and the local government pooled-investment fund administered by the state investment board. Available balances in the Debt Service Fund may be invested in municipal obligations, obligations of the United States and the local government pooled-investment fund. No significant violations of these restrictions occurred during the year.

As of December 31, 2010, the City had the following investments:

<u>Investments</u>	<u>Maturities</u>	<u>Fair Value</u>	<u>Carrying Amount</u>
Federal Home Loan Consolidation Bonds	Various dates from 2011-2020	\$ 3,000,000	\$ 3,000,000
State of Wisconsin Investment Pool	Less than one year	<u>29,212,024</u>	<u>29,212,024</u>
Total Investments, December 31, 2010		<u>\$ 32,212,024</u>	<u>\$ 32,212,024</u>

Fair (Market) Value of Deposits and Investments - Deposits and investments are reported at fair value. At December 31, 2010, the fair value of the City's deposits and investments approximated original cost, therefore no fair value adjustments were necessary.

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

- 1) Deposits and investments with stated interest rates (savings account and certificate of deposits) are stated at cost.
- 2) U.S. Treasury bills/notes are stated as amortized cost, and
- 3) State of Wisconsin Local Government Investment Pool fair value is determined by the Pool's investment board based on published market quotations.

Investment Pool Information - Participation in the State of Wisconsin Local Government 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, 2010, the Pool's fair value was 100 percent of book value.

Income Allocation - Interest income is generally allocated to the fund that owns the certificate of deposit, money market account, savings account, and investment.

Interest Rate Risk. State statutes limit investments in commercial paper, corporate bonds, and mutual bond funds to mature or may be tendered for purchase at the option of the holder within not more than 7 years of the date acquired. The City's investment policy does not further limit investment maturities as a means of further managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. State statutes limit investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The City's investment policy does not further limit its investment choices. The State of Wisconsin Investment Pool is unrated, however, the investments at all times consist solely of securities and instrument in which Municipalities are permitted to invest. The Consolidation Bonds were rated AAA by Standard & Poor's and Moody's Investors Service.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 2-A - Cash and Investments - Continued

Custodial Credit Risk - Deposits. Custodial credit is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy requires collateral on certificates of deposit and repurchase agreements of at least 110% of the market value. As of December 31, 2010, \$4,045,740 of the City's bank balance of \$4,820,673 was exposed to custodial credit risk as follows:

Uninsured, collateral pledged by bank	\$ 2,015,966
Uninsured and uncollateralized	<u>2,029,774</u>
	<u>\$ 4,045,740</u>

Other Investment – The Marshfield Utilities has invested in American Transmission Company, LLC (ATC). ATC is an electric power group consisting of 28 Wisconsin Electric Utilities. The Utility's 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 2010 year-end the Utility received cash distributions totaling \$507,528. The Utility's total earnings for 2010 were \$756,920. Separate financial information for ATC may be obtained by writing to American Transmission Company, P.O. Box 47, Waukesha, WI 53187-0047.

NOTE 3 - Property Taxes

Property taxes attach as an enforceable lien on property in December when the tax roll is certified. Taxes are levied in December 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 taxes for the State, County, Technical College, and 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 revenue is recognized in the year they are levied for and available for use. The 2010 tax roll (levied for 2011) has been set up as a receivable and offset by the amounts due to other governmental units and deferred income tax revenue for the City's portion. Advance tax collections are offset against the receivable.

NOTE 4 – 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:

	Balance 1/1/10	Additions	Payments & Foreclosures	Balance 12/31/10
Community Development Block Grant Program	\$ 109,423	\$ -	\$ 15,310	\$ 94,113
Residential Revolving Loan	184,526	66,508	25,646	225,388
Economic Development Loans	<u>441,861</u>	<u>60,000</u>	<u>235,946</u>	<u>265,915</u>
TOTAL	<u>\$ 735,810</u>	<u>\$ 126,508</u>	<u>\$ 276,902</u>	<u>\$ 585,416</u>

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 5 - Capital Assets

Capital asset activity for the year ended December 31, 2010, was as follows:

	BEGINNING BALANCE	INCREASES	DECREASES	ENDING BALANCE
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 8,339,198	\$ 1,148,068	\$ (14,326)	\$ 9,472,940
Construction in progress	3,507,950	85,258	(3,487,786)	105,422
Total capital assets not being depreciated	11,847,148	1,233,326	(3,502,112)	9,578,362
Capital assets being depreciated:				
Buildings and improvements	22,814,082	5,760,455	-	28,574,537
Equipment	14,968,224	1,257,006	(596,238)	15,628,992
Infrastructure	60,505,478	3,710,796	-	64,216,274
Total capital assets being depreciated	98,287,784	10,728,257	(596,238)	108,419,803
Less accumulated depreciation for:				
Buildings and improvements	(8,848,147)	(682,508)	-	(9,530,655)
Equipment	(11,286,758)	(672,789)	455,573	(11,503,974)
Infrastructure	(17,284,673)	(1,553,558)	-	(18,838,231)
Total accumulated depreciation	(37,419,578)	(2,908,855)	455,573	(39,872,860)
Total capital assets being depreciated, net of accumulated depreciation	60,868,206	7,819,402	(140,665)	68,546,943
Governmental activities capital assets, net of accumulated depreciation	\$ 72,715,354	\$ 9,052,728	\$ (3,642,777)	\$ 78,125,305
Governmental activities depreciation:				
General government		\$ 203,145		
Public safety		362,259		
Public works		1,724,856		
Culture, recreation and education		327,067		
Conservation and development		8,724		
Other		282,804		
Total depreciation for governmental activities		\$ 2,908,855		

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 5 - Capital Assets - Continued

	<u>Balances</u> <u>1/1/2010</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances</u> <u>12/31/2010</u>
Business-Type Activities				
<i>Capital assets not being depreciated:</i>				
Land	\$ 2,280,427	\$ 99,633	\$ (144,377)	\$ 2,235,683
Construction in progress	29,639,869	14,413,953	(1,926,750)	42,127,072
Total capital assets not being depreciated	<u>31,920,296</u>	<u>14,513,586</u>	<u>(2,071,127)</u>	<u>44,362,755</u>
<i>Capital assets being depreciated:</i>				
Buildings	28,870,990	676,648	(12,386)	29,535,252
Infrastructure/systems	90,349,043	3,062,696	(8,141,671)	85,270,068
Machinery and equipment	8,909,827	227,337	(146,341)	8,990,823
Total capital assets being depreciated	<u>128,129,860</u>	<u>3,966,681</u>	<u>(8,300,398)</u>	<u>123,796,143</u>
<i>Less accumulated depreciation for:</i>				
Buildings	(9,331,507)	(723,533)	12,386	(10,042,654)
Infrastructure/systems	(26,198,190)	(2,096,218)	3,504,769	(24,789,639)
Machinery and equipment	(5,587,018)	(540,622)	100,670	(6,026,970)
Total accumulated depreciation	<u>(41,116,715)</u>	<u>(3,360,373)</u>	<u>3,617,825</u>	<u>(40,859,263)</u>
Total capital assets being depreciated, net	<u>87,013,145</u>	<u>606,308</u>	<u>(4,682,573)</u>	<u>82,936,880</u>
Business-Type Activity Capital Assets, net	<u>\$ 118,933,441</u>	<u>\$ 15,119,894</u>	<u>\$ (6,753,700)</u>	<u>\$ 127,299,635</u>

Depreciation expense for business-type activities was charged to functions as follows:

Electric	\$ 1,638,455
Water	626,243
Communications	22,092
Wastewater	1,032,213
Emergency Medical Services	<u>41,370</u>
Total	<u>\$ 3,360,373</u>

NOTE 6 - Bond Anticipation Notes

Lender	Date Issued	Due Date	Interest Rate	Balance 12/31/09	Additions (Reductions)	Balance 12/31/10
The Bank of New York Mellon Trust Company, N.A.	12/9/2008	12/1/2010	4.00%	35,165,000	(35,165,000)	-
The Bank of New York Mellon Trust Company, N.A.	11/30/2010	12/1/2011	2.00%	-	10,000,000	10,000,000
TOTAL				<u>35,165,000</u>	<u>(25,165,000)</u>	<u>10,000,000</u>

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 7 - Long-Term Obligations

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

Summary of Long-Term Obligations

	BALANCE			AMOUNTS	
	1/1/10	ADDITIONS	REDUCTIONS	BALANCE	DUE WITHIN
				12/31/10	ONE YEAR
GOVERNMENTAL ACTIVITIES					
Bonds payable	\$ 13,592,556	\$ 4,006,717	\$ (3,687,556)	\$ 13,911,717	\$ 1,091,427
Notes payable	12,765,000	-	(1,312,285)	11,452,715	1,815,111
State Trust Fund Loans	261,153	-	(55,850)	205,303	57,554
Vacation pay and comp time	294,396	385,913	(294,396)	385,913	385,913
TOTAL	\$ 26,913,105	\$ 4,392,630	\$ (5,350,087)	\$ 25,955,648	\$ 3,350,005
BUSINESS ACTIVITIES					
General obligation bonds/notes	\$ 707,445	\$ 2,028,436	\$ (730,313)	\$ 2,005,568	\$ 228,461
Mortgage revenue bonds	26,140,296	28,090,000	(2,012,847)	52,217,449	2,133,267
Note anticipation note	1,870,000	-	-	1,870,000	1,870,000
Unamortized bond premium	-	2,095,527	-	2,095,527	-
Other debt	-	238,847	-	238,847	-
TOTAL	\$ 28,717,741	\$ 32,452,810	\$ (2,743,160)	\$ 58,427,391	\$ 4,231,728

For the governmental activities, compensated absences are generally liquidated by the general fund.

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 taxes, and special assessments. General obligation debt at December 31, 2010, is comprised of the following issues:

<u>ISSUE DESCRIPTION</u>	<u>RATES (%)</u>	<u>DATES OF MATURITY</u>	<u>BALANCE 12/31/10</u>
Bonds Payable			
05-01	5.55 - 6.65	03-21	\$ 525,000
01-03	2.00 - 4.05	04-16	1,135,000
05-04	1.40 - 4.10	04-17	1,200,000
05-04	3.50 - 5.50	04-15	360,000
05-05	3.45 - 3.60	05-15	1,685,000
11-09	3.90 - 6.00	03-29	5,000,000
04-10	3.40 - 5.80	03-29	3,150,000
11-10	0.70 - 1.70	03-15	2,880,000

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 7 - Long-Term Obligations - Continued

Notes Payable			
01-03	2.00 - 3.60	03-12	530,000
03-06	3.50 - 3.63	03-16	1,310,000
12-06	3.55 - 3.70	03-16	1,745,000
12-07	3.50	03-17	1,495,000
05-09	2.00 - 3.50	03-19	6,355,000
State Trust Fund Loan			
10-06	5.00	03-11	42,478
01-09	4.50	03-19	162,825
Total General Obligation Debt			\$ 27,575,303
Less General Obligation Debt to be repaid by Enterprise Funds			<u>2,005,568</u>
TOTAL GOVERNMENTAL FUNDS GENERAL OBLIGATION DEBT			<u>\$ 25,569,735</u>

Enterprise Fund Debt

Enterprise Fund debt is expected to be repaid with Enterprise Fund revenue. The mortgage revenue bonds are expected to be repaid with electric, water and wastewater revenue. Enterprise Fund debt at December 31, 2010, is comprised of the following issues:

<u>ISSUE DESCRIPTION</u>	<u>RATES (%)</u>	<u>DATES OF MATURITY</u>	<u>BALANCE 12/31/10</u>
Mortgage Revenue Bonds			
03-98	2.76	05-17	1,421,292
09-98	2.76	05-18	9,976,157
06-02	3.00 - 4.35	12-11	135,000
05-03	2.00 - 3.50	05-13	480,000
05-05	4.13 - 4.65	05-20	1,275,000
10-06	3.55 - 4.50	12-26	1,380,000
12-06	3.60 - 4.00	05-21	1,280,000
07-08	6.13	12-18	3,680,000
07-08	4.75	07-11	1,870,000
06-09	3.00 - 4.60	12-28	3,150,000
07-09	3.50 - 4.50	05-22	1,350,000
11-10	2.00 - 5.50	12-30	28,090,000
11-10	2.00	12-11	10,000,000
General Obligation Bonds/Notes			
05-09	2.00 - 3.50	03-19	709,395
11-09	3.90 - 6.00	03-29	606,742
11-10	0.7 - 1.70	03-15	689,431
TOTAL ENTERPRISE DEBT			<u>\$ 66,093,017</u>

General Obligation Debt Limit Calculation

The 2010 equalized valuation of the City as certified by the Wisconsin Department of Revenue is \$1,332,746,600. The legal debt limit and margin of indebtedness as of December 31, 2010 in accordance with Section 67.03(1)(b) of the Wisconsin Statutes follows:

Debt limit (5% of \$1,332,746,600)	\$ 66,637,330
Applicable long-term debt	(27,575,303)
Amount available in debt service fund	<u>220,714</u>
Margin of Indebtedness	<u>\$ 39,282,741</u>

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 7 - Long-Term Obligations - Continued

Maturities of Long-Term Obligations

Maturities of the long-term debt to maturity, at December 31, 2010, are:

<u>YEARS</u>	<u>GOVERNMENTAL ACTIVITIES</u>		<u>BUSINESS-TYPE ACTIVITIES</u>	
	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2011	\$ 2,964,093	\$ 990,819	\$ 4,231,728	\$ 2,637,442
2012	2,920,021	851,004	2,990,381	2,267,561
2013	2,700,736	766,454	3,357,794	2,175,856
2014	2,516,259	685,248	3,261,447	2,076,866
2015	2,281,468	607,825	3,341,508	1,967,904
2016-2020	6,790,049	2,081,822	14,907,268	7,987,010
2021-2025	2,817,913	1,152,293	11,437,089	5,174,289
2026-2030	2,579,200	315,570	12,565,802	2,059,341
2031-2035	-	-	-	-
TOTAL	\$ 25,569,739	\$ 7,451,035	\$ 56,093,017	\$ 26,346,269

Current refunding

The government issued \$2,880,000 of general obligation bonds for a current refunding of \$2,840,000 of general obligation bonds of the City. The refunding was undertaken to reduce future debt service payments. The transaction resulted in a economic gain of \$788,176 and a reduction of \$1,031,762 in future debt service payments.

NOTE 8 – 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, 2010, is one series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$2,500,000.

NOTE 9 - Defined Benefit Pension Plans

All eligible City of Marshfield employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit, public employee retirement system. All permanent employees expected to work at least 600 hours a year are eligible to participate in the WRS. Covered employees in the General category are required by statute to contribute 6.2 percent of their salary (3.2 percent for Elected Officials, 5.5 percent for Protective Occupations with Social Security, and 3.9 percent 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.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 9 - Defined Benefit Pension Plans - Continued

The payroll for City of Marshfield employees covered by the WRS for the year ended December 31, 2010, was \$12,691,746, the employer's total payroll was \$13,211,087. The total required contribution for the year ended December 31, 2010, was \$1,851,551 which consisted of \$1,134,077 or 8.9 percent of payroll from the employer and \$717,474 or 5.7 percent of payroll from employees. Total contributions for the years ending December 31, 2009 and 2008, were \$1,733,604 and \$1,651,988 respectively, which is equal to 100 percent of the required contributions for each year.

Employees who retire at or after age 65 (62 for Elected Officials and 54 for protective occupation employees with less than 25 years of service, 53 for protective occupation employees with more than 25 years of service) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for Protective Occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. A final average earnings is the average of the employee's three highest years' earnings. Employees terminating covered employment and submitting application 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 January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, are immediately vested.

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

NOTE 10 - Interfund Receivables, Payables, and Transfers

Individual fund interfund receivable and payable balances at December 31, 2010, are as follows:

<u>RECEIVABLE FUND</u>	<u>PAYABLE FUND</u>	<u>AMOUNT</u>
Governmental Funds		
General	Taxi System Fund	\$ 96,488
General	Public Safety	519,162
General	TID #4	1,820,330
General	TID #5	1,445,074
General	TID #6	33,217
General	TID #7	9,674
General	Marshfield Utilities	1,617,554
Enterprise Funds		
Marshfield Utilities	General	15,582
Marshfield Utilities	Economic Development	14,465
Marshfield Utilities	Cable Television Fund	274
Marshfield Utilities	Public Facilities	27
Marshfield Utilities	Vehicle/Equipment Fund	1,866
Wastewater	Marshfield Utilities	624,695
TOTAL		<u>\$ 6,198,408</u>

Balances resulted from the timing differences between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, (3) payments between funds are made, (4) and funds overdraw their share of pooled cash or when there are transactions between funds where one fund does not participate in the City's pooled cash.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 10 - Interfund Receivables, Payables, and Transfers - Continued

Individual fund transfers during 2010 are as follows:

<u>TRANSFERS OUT</u>	<u>TRANSFERS IN</u>	<u>AMOUNT</u>
Governmental Funds		
General	Residential Rehabilitation	\$ 10,000
General	Public Facilities	20,000
General	Public Safety Capital Outlay	10,220
Public Safety	EMS (recorded as debt)	619,007
Park Outlay - Room Tax	Parks and Recreation	54,729
Park Outlay - Room Tax	Convention and Visitors Bureau	151,689
Capital Projects TID #2,3,4,5,6,7	Debt Service	1,001,387
Capital Projects TID #2,3,4,5,6,7	Infrastructure Construction	23,000
Capital Projects TID #2,3,4,5,6,7	Public Facilities	49,300
Capital Projects TID #2,3,4,5,6,7	Wastewater (recorded as debt)	720,000
Cemetery Perpetual Care	General	1,866
Enterprise Funds		
Marshfield Utilities	General	1,589,436
Wastewater Utility	Debt Service	204,985
Wastewater Utility (recorded as debt)	Debt Service	1,343,240
TOTAL		<u>\$ 5,798,859</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires collection from to the fund that statute or budget required to expend them. (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 11 – Net Assets and Fund Equity

Governmental activities net assets reported on the government-wide statement of net assets at December 31, 2010 includes the following:

	<u>Governmental</u>
Invested in capital assets, net of related debt	
Land and construction in progress	\$ 9,578,362
Other capital assets, net of accumulated depreciation	68,546,943
Less related long-term debt outstanding	
(excluding unspent capital related debt proceeds and including related debt costs)	(26,219,431)
Total invested in capital assets, net of related debt	51,905,874
Restricted for:	
Public safety	64,892
Culture, recreation and education	295,636
Conservation and development	1,255,834
Other purposes	151,934
Debt service	220,714
Perpetual care – nonexpendable	205,381
Total restricted	2,194,391
Unrestricted	5,899,831
TOTAL NET ASSETS	\$ 60,000,096

Business-type activities net assets reported on the government-wide statement of net assets at December 31, 2010 includes the following:

Invested in capital assets, net of related debt	
Land and construction in progress	\$ 44,362,755
Other capital assets, net of accumulated depreciation	82,936,880
Less related long-term debt outstanding	
(excluding unspent capital related debt proceeds and including related debt costs)	(53,833,874)
Total invested in capital assets, net of related debt	73,465,761
Restricted for debt service	10,153,697
Unrestricted	3,001,171
TOTAL NET ASSETS	\$ 86,620,629

Net Assets

The Water, Electric, and Wastewater Utilities have \$701,076, \$9,478,542, and \$509,453 respectively, restricted in order to meet revenue bond and DNR requirements.

Reservations and Designations

Governmental fund balances are reserved for special revenue funds (specific purposes and long-term receivables), debt service funds (debt retirement), capital project funds (debt covenants and projects), and other activities (perpetual care). General Fund has reserved fund balance for prepaid items.

Fund balances have also been designated for specific purposes in the special revenue and capital projects funds, and for subsequent budgets in the general fund.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 11 – Net Assets and Fund Equity - Continued

Deficits

The following individual funds had deficits at December 31, 2010:

Capital Project Funds	Public Safety	\$	500,340
	T.I.D. #4 (Downtown Redevelopment)		2,396,309
	T.I.D. #5 (Mill Creek Business Park)		1,496,468
	T.I.D. #6 (Figi Project)		33,626
	T.I.D. #7 (Yellowstone Industrial Park)		27,645

The deficits in the Tax Incremental Finance Districts (T.I.D.'s) are expected to be funded through future tax increments, and the remaining deficits will be funded by future revenues.

NOTE 12 - 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 13 - 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 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 governmental activities' capital assets. Complete separate financial statements for the Fairgrounds Commission may be obtained at the Finance Department, 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 and 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 governmental activities' capital assets. Complete separate financial statements for the University Extension Center Commission may be obtained at the Office of the Finance Department, 630 S. Central Avenue, Marshfield, WI 54449.

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 14 - Tax Incremental Finance Districts

Tax increment financing, as authorized by Section 66.1105 of the Wisconsin Statutes, is a method by which the City can recover its development and public improvement costs in Tax Incremental Finance District (TID) designated areas. These costs are recovered from the increased valuation in the designated area. The City has financed development and public improvement costs in its TID through general fund advances. Project costs have been reported as Capital Projects Fund expenditures. Tax increments will be used to repay general fund advances and to meet any future debt obligations incurred to provide financing for development and public improvements costs within the tax incremental district. The District is allowed to collect tax increments until its termination date. Any over collections 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 seven active Tax Incremental Finance Districts. The following are project summaries of the activity and status of Districts #2, #3, #4 and #5 through December 31, 2010:

	<u>TIF #2</u>	<u>TIF #3</u>	<u>TIF #4</u>	<u>TIF #5</u>
PROJECT REVENUES				
Tax increment	\$ 1,251,643	\$ 257,788	\$ 3,504,622	\$ 1,187,222
Intergovernmental revenue	284	377	841,690	291,034
Miscellaneous	47,423	117,533	193,032	258,319
Transfer from other funds	-	-	395,674	389,609
Proceeds of long-term debt	<u>750,000</u>	<u>264,000</u>	<u>4,297,291</u>	<u>5,544,135</u>
Total project revenues as of December 31, 2010	<u>2,049,350</u>	<u>639,698</u>	<u>9,232,309</u>	<u>7,670,319</u>
PROJECT EXPENDITURES				
Public works	-	-	-	-
Conservation and development	805,041	252,071	248,329	105,949
Miscellaneous	-	-	-	-
Capital expenditures	-	-	6,647,561	5,727,452
Debt issuance cost	-	-	49,632	64,576
Transfer to other funds	<u>1,162,747</u>	<u>373,245</u>	<u>4,683,096</u>	<u>3,268,810</u>
Total project expenditures as of December 31, 2010	<u>1,967,788</u>	<u>625,316</u>	<u>11,628,618</u>	<u>9,166,787</u>
FUND BALANCE (DEFICIT) AS OF DECEMBER 31, 2010	<u>81,562</u>	<u>14,382</u>	<u>(2,396,309)</u>	<u>(1,496,468)</u>
FUTURE REQUIREMENTS				
Debt service	<u>341,988</u>	<u>64,710</u>	<u>3,446,818</u>	<u>1,937,667</u>
BALANCE TO BE COLLECTED ON TIF DISTRICT	<u>\$ 260,426</u>	<u>\$ 50,328</u>	<u>\$ 5,843,127</u>	<u>\$ 3,434,135</u>
Termination date	March 9, 2020	May 27, 2020	September 24, 2023	March 25, 2020

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 14 - Tax Incremental Finance Districts - Continued

The following are project summaries of the activity and status of Districts #6, #7 and #8 through December 31, 2010:

	<u>TIF #6</u>	<u>TIF #7</u>	<u>TIF #8</u>
PROJECT REVENUES			
Tax increment	\$ 51,447	\$ 72,040	\$ 118,919
Intergovernmental revenue	34,575	-	8,059
Miscellaneous	30,000	46,877	-
Transfer from other funds	-	1,042,614	-
Proceeds of long-term debt	<u>516,259</u>	<u>894,095</u>	<u>-</u>
Total project revenues as of December 31, 2010	<u>632,281</u>	<u>2,055,626</u>	<u>126,978</u>
PROJECT EXPENDITURES			
Public works	-	-	1,658
Conservation and development	6,085	220,212	10,558
Miscellaneous	683	-	-
Capital expenditures	311,579	1,789,401	49,870
Debt issuance cost	-	16,596	-
Principal on long-term debt	-	57,063	-
Transfer to other funds	<u>347,560</u>	<u>-</u>	<u>-</u>
Total project expenditures as of December 31, 2010	<u>665,907</u>	<u>2,083,272</u>	<u>62,086</u>
FUND BALANCE (DEFICIT) AS OF DECEMBER 31, 2010	<u>(33,626)</u>	<u>(27,646)</u>	<u>64,892</u>
FUTURE REQUIREMENTS			
Debt service	<u>-</u>	<u>2,054,654</u>	<u>-</u>
BALANCE TO BE COLLECTED ON TIF DISTRICT	<u>\$ 33,626</u>	<u>\$ 2,082,300</u>	<u>\$ (64,892)</u>
Termination date	December 22, 2021	May 22, 2024	February 21, 2033

NOTE 15 – Contingencies and Commitments

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.

Construction Commitments

In 2010 the Marshfield Utility issued \$28,090,000 in revenue bond and \$10,000,000 in bond anticipation notes to pay off \$35,165,000 of previously issued bond anticipation notes for the construction of a new combustion turbine generator (designated "M-1") to be located in the City of Marshfield. The estimated cost of M-1 is \$34,700,000 with expected completion in 2011. Under the terms of an agreement between the Utility and Wisconsin Public Service Corporation, once the M-1 turbine becomes operational, Marshfield will transfer its undivided ownership in a combustion turbine generator (M-33) located in Marinette County in exchange for cash payment equal to the M-33's net depreciated book value (\$4.9 million).

CITY OF MARSHFIELD, WISCONSIN
NOTES TO FINANCIAL STATEMENTS - Continued
DECEMBER 31, 2010

NOTE 16 - Subsequent Event

On February 1, 2011, the Marshfield Utility sold and conveyed to Wisconsin Public Service Corporation (WPSC), for a good and valuable consideration of all of its right, title and interest in: (1) the M-33 CT Unit situated in Marinette County, Wisconsin; (2) the M-33 CT Portion of the Common Facilities property situated in Marinette County, Wisconsin; (3) all additional land, rights, facilities, and other tangible property acquired, constructed, installed or replaced solely in connection with the M-33 CT unit; (4) all intangible property rights associated with the planning, design, construction, acquisition, operation, renewal, addition, replacement, modification or disposal of the M-33 CT; (5) all permits, certificates, licenses, orders and regulatory documents necessary for or issued in connection with the location, construction, operation, maintenance and repair of the M-33 CT to the extent applicable to the M-33 CT; and (6) all contract rights directly involving the M-33 CT, including any modification, addition, maintenance, improvement, or replacement of the M-33 CT. Total sale price was \$4,885,984.

NOTE 17 - Major Vendors

In the Marshfield Utilities purchases to suppliers and vendors was \$25,084,573 and \$23,831,525 for 2010 and 2009, while payments to WPSC for purchased power was \$20,511,109 and \$19,224,266 for 2010 and 2009 respectively. Payments to WPSC accounted for 82% and 81% of all purchases to suppliers and vendors in 2010 and 2009.

NOTE 18 - Prior Period Adjustments

The beginning fund balance in the Public Safety Special Revenue fund was adjusted by \$12,572 for monies from previous years that was in fund balance and should have been recorded as a liability as well as set up a liability for state seized money. Also, the beginning fund balance in the Emergency Medical Systems fund was adjusted by \$4,843 for expenses that were recorded in the prior year that were actually construction expenses that should have been capitalized.

**REQUIRED
SUPPLEMENTARY
INFORMATION**

CITY OF MARSHFIELD
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUE				
Taxes	\$ 9,755,524	\$ 9,755,524	\$ 8,808,033	\$ (947,491)
Special assessments	445,000	445,000	331,540	(113,460)
Intergovernmental revenues	7,509,888	7,542,996	7,597,400	54,404
Licenses and permits	165,800	165,800	174,888	9,088
Fines, forfeits and penalties	188,750	188,750	115,316	(73,434)
Charges for services	822,981	874,681	763,020	(111,661)
Other revenue	798,614	801,964	670,054	(131,910)
TOTAL REVENUES	<u>19,686,557</u>	<u>19,774,715</u>	<u>18,460,251</u>	<u>(1,314,464)</u>
EXPENDITURES				
Current				
General government	3,259,420	3,178,101	2,960,504	217,597
Public safety	7,944,138	8,007,645	7,758,947	248,698
Public works	5,498,435	5,506,285	4,725,748	780,537
Health and human services	183,242	183,642	174,372	9,270
Culture, recreation and education	3,264,295	3,283,995	3,114,717	169,278
Conservation and development	561,975	599,775	514,521	85,254
Capital outlay	-	-	7,305	(7,305)
TOTAL EXPENDITURES	<u>20,711,505</u>	<u>20,759,443</u>	<u>19,256,114</u>	<u>1,503,329</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,024,948)</u>	<u>(984,728)</u>	<u>(795,863)</u>	<u>188,865</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	-	-	-	-
Transfer from Enterprise Fund	-	-	1,589,436	1,589,436
Transfers in	2,500	2,500	1,866	(634)
Transfers out	-	(40,220)	(40,220)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,500</u>	<u>(37,720)</u>	<u>1,551,082</u>	<u>1,588,802</u>
NET CHANGE IN FUND BALANCES	<u>(1,022,448)</u>	<u>(1,022,448)</u>	<u>755,219</u>	<u>1,777,667</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>6,984,734</u>	<u>6,984,734</u>	<u>6,984,734</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 5,962,286</u>	<u>\$ 5,962,286</u>	<u>\$ 7,739,953</u>	<u>\$ 1,777,667</u>

CITY OF MARSHFIELD, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
ON BUDGETARY ACCOUNTING AND CONTROL
DECEMBER 31, 2010

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 U.S. 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.

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.

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 U.S. 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. Capital project funds may include 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.

Excess of Expenditures Over Appropriations - For the year ended December 31, 2010, no expenditures exceeded budgeted amounts.

OTHER SUPPLEMENTARY INFORMATION

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.

Debt Service Fund

- **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 certain Tax Incremental Districts, are levied to finance the debt service.
- **General Obligation Refunding Bonds** – to accumulate monies for payment of the refunding issues. Property taxes are levied to finance the debt service.

CITY OF MARSHFIELD
GENERAL FUND
DETAILED SCHEDULE OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS
	ORIGINAL	FINAL	
Taxes			
Property	\$ 9,620,152	\$ 9,620,152	\$ 8,671,453
Sales and use	120	120	120
Payment in lieu of taxes	134,352	134,352	134,604
Interest and penalties on taxes	900	900	1,856
TOTAL	<u>9,755,524</u>	<u>9,755,524</u>	<u>8,808,033</u>
Special Assessments	<u>445,000</u>	<u>445,000</u>	<u>331,540</u>
Intergovernmental revenues			
State shared revenues	5,517,090	5,517,090	5,574,647
State grants	1,570,875	1,602,683	1,613,001
State payments	85,000	85,000	74,547
Grants from local governments	336,923	338,223	335,205
TOTAL	<u>7,509,888</u>	<u>7,542,996</u>	<u>7,597,400</u>
Licenses and Permits			
Liquor and malt beverage license	49,400	49,400	43,640
Nonbusiness license	10,200	10,200	8,244
Building permits	100,000	100,000	114,193
Zoning permits and fees	6,200	6,200	8,811
TOTAL	<u>165,800</u>	<u>165,800</u>	<u>174,888</u>
Fines, Forfeits and Penalties			
Law and ordinance violations	188,750	188,750	114,710
Judgement and damages	-	-	606
TOTAL	<u>188,750</u>	<u>188,750</u>	<u>115,316</u>
Public Charges for Services			
General government	22,125	22,125	21,724
Public safety	22,750	22,750	42,318
Transportation	72,500	72,500	67,151
Sanitation and utilities	9,500	9,500	10,378
Health	116,532	116,532	119,882
Human services	1,560	1,560	1,785
Culture, recreation and education	347,691	347,691	320,980
Conservation and development	1,000	52,700	56,955
Other charges for services	500	500	433
TOTAL	<u>594,158</u>	<u>645,858</u>	<u>641,606</u>

(Continued on Page 57)

CITY OF MARSHFIELD
GENERAL FUND
DETAILED SCHEDULE OF REVENUES - Continued
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL
	ORIGINAL	FINAL	AMOUNTS
Intergovernmental charges for services			
Federal	\$ -	\$ -	\$ 4,580
State	5,600	5,600	6,467
Other local governments	135,050	135,050	22,688
Local departments	88,173	88,173	87,679
TOTAL	<u>228,823</u>	<u>228,823</u>	<u>121,414</u>
Other			
Interest	380,000	380,000	184,587
Rent	357,103	357,103	360,708
Donations	7,000	10,350	13,221
Sale of other equipment and property	16,700	16,700	42,000
Other miscellaneous revenues	37,811	37,811	69,538
TOTAL	<u>798,614</u>	<u>801,964</u>	<u>670,054</u>
 TOTAL REVENUES	 <u>\$ 19,686,557</u>	 <u>\$ 19,774,715</u>	 <u>\$ 18,460,251</u>

CITY OF MARSHFIELD
GENERAL FUND
DETAILED SCHEDULE OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL
	ORIGINAL	FINAL	AMOUNTS
General Government			
Legislative	\$ 83,600	\$ 83,600	\$ 71,898
Legal	178,052	178,052	167,828
General administration	1,436,816	1,456,829	1,344,223
Financial administration	1,024,721	923,389	917,908
General buildings and plant	324,716	324,716	281,601
Other general government	211,515	211,515	177,046
TOTAL	<u>3,259,420</u>	<u>3,178,101</u>	<u>2,960,504</u>
Public Safety			
Law enforcement	4,743,524	4,759,031	4,672,381
Fire protection	2,861,801	2,864,801	2,766,995
Inspection	324,275	369,275	312,692
Disaster control	14,538	14,538	6,879
TOTAL	<u>7,944,138</u>	<u>8,007,645</u>	<u>7,758,947</u>
Public Works			
Administration for highway and streets	564,083	564,083	567,620
Highway and street maintenance	2,684,424	2,692,274	2,190,563
Road related facilities	1,209,284	1,209,284	1,034,474
Other transportation	223,840	223,840	117,363
Sanitation	816,804	816,804	815,728
TOTAL	<u>5,498,435</u>	<u>5,506,285</u>	<u>4,725,748</u>
Health and Human Services			
Cemetery	159,924	160,324	156,355
Aging	23,318	23,318	18,017
TOTAL	<u>183,242</u>	<u>183,642</u>	<u>174,372</u>
Culture, Recreation and Education			
Culture	1,622,966	1,624,566	1,567,456
Parks	766,719	781,919	710,800
Recreation programs and events	416,210	419,110	395,314
Recreation facilities	154,432	154,432	153,739
Zoo	258,310	258,310	241,477
Education	45,658	45,658	45,931
TOTAL	<u>3,264,295</u>	<u>3,283,995</u>	<u>3,114,717</u>

(Continued on Page 59)

CITY OF MARSHFIELD
GENERAL FUND
DETAILED SCHEDULE OF EXPENDITURES - Continued
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL
	ORIGINAL	FINAL	AMOUNTS
Conservation and Development			
Economic development	\$ 5,705	\$ 5,705	\$ 8,800
Other conservation and development	556,270	594,070	505,721
TOTAL	<u>561,975</u>	<u>599,775</u>	<u>514,521</u>
Capital Outlay	-	-	7,305
TOTAL	<u>-</u>	<u>-</u>	<u>7,305</u>
 TOTAL EXPENDITURES	 <u>\$ 20,711,505</u>	 <u>\$ 20,759,443</u>	 <u>\$ 19,256,114</u>

CITY OF MARSHFIELD
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH POSITIVE
	ORIGINAL	FINAL		(NEGATIVE)
REVENUE				
Taxes	\$ 2,633,500	\$ 2,633,500	\$ 2,633,500	\$ -
Other revenue	127,238	127,238	81,032	(46,206)
TOTAL REVENUES	<u>2,760,738</u>	<u>2,760,738</u>	<u>2,714,532</u>	<u>(46,206)</u>
EXPENDITURES				
Current				
Principal retirement	2,930,141	2,930,141	2,921,135	9,006
Interest and fiscal charges	1,036,969	1,036,969	1,004,299	32,670
TOTAL EXPENDITURES	<u>3,967,110</u>	<u>3,967,110</u>	<u>3,925,434</u>	<u>41,676</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,206,372)</u>	<u>(1,206,372)</u>	<u>(1,210,902)</u>	<u>(4,530)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long term debt	-	-	47,510	47,510
Issuance of refunding debt	-	-	706,717	706,717
Payment of refunded debt	-	-	(2,049,957)	(2,049,957)
Transfer from Enterprise Fund	204,985	204,985	1,548,225	1,343,240
Transfers in	1,001,387	1,001,387	1,001,387	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,206,372</u>	<u>1,206,372</u>	<u>1,253,882</u>	<u>47,510</u>
NET CHANGE IN FUND BALANCES	-	-	42,980	42,980
FUND BALANCES AT BEGINNING OF YEAR	<u>177,734</u>	<u>177,734</u>	<u>177,734</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ 177,734</u>	<u>\$ 177,734</u>	<u>\$ 220,714</u>	<u>\$ 42,980</u>

CITY OF MARSHFIELD
PUBLIC SAFETY CAPITAL OUTLAY FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> AMOUNTS	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 40,000	\$ 40,000	\$ 40,000	\$ -
Intergovernmental				
Other state shared revenues	10,000	10,000	94,174	84,174
Other revenue	<u>2,000</u>	<u>20,000</u>	<u>7,700</u>	<u>(12,300)</u>
TOTAL REVENUES	<u>52,000</u>	<u>70,000</u>	<u>141,874</u>	<u>71,874</u>
EXPENDITURES				
Capital outlay				
Public safety	144,000	172,220	3,771,973	(3,599,753)
Debt service				
Interest and fiscal charges	<u>3,548</u>	<u>3,548</u>	<u>1,130</u>	<u>2,418</u>
TOTAL EXPENDITURES	<u>147,548</u>	<u>175,768</u>	<u>3,773,103</u>	<u>(3,597,335)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(95,548)</u>	<u>(105,768)</u>	<u>(3,631,229)</u>	<u>(3,525,461)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	95,548	95,548	93,131	(2,417)
Transfers in	-	10,220	10,220	-
Transfers out	<u>-</u>	<u>-</u>	<u>(619,007)</u>	<u>(619,007)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>95,548</u>	<u>105,768</u>	<u>(515,656)</u>	<u>(621,424)</u>
NET CHANGE IN FUND BALANCES	-	-	(4,146,885)	(4,146,885)
FUND BALANCE AT BEGINNING OF YEAR	<u>3,646,545</u>	<u>3,646,545</u>	<u>3,646,545</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 3,646,545</u>	<u>\$ 3,646,545</u>	<u>\$ (500,340)</u>	<u>\$ (4,146,885)</u>

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Capital Project Funds

Capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Permanent Fund

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

- **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.

CITY OF MARSHFIELD
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2010

	SPECIAL REVENUE	CAPITAL PROJECTS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
Cash and equivalents	\$ 1,321,972	\$ 1,296,809	\$ 198,749	\$ 2,817,530
Receivables				
Accounts	121,659	1,482,421	-	1,604,080
Loans	585,416	-	-	585,416
Other	21,312	790	-	22,102
Prepays	5,766	-	-	5,766
Due from				
Other governments	130,071	50,209	-	180,280
TOTAL ASSETS	2,186,196	2,830,229	198,749	5,215,174
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable	29,725	395,084	-	424,809
Due to				
Other funds	111,227	3,308,322	-	3,419,549
Other governments	1,580	84,772	-	86,352
Deferred revenues	197,138	2,104,882	-	2,302,020
TOTAL CURRENT LIABILITIES	339,670	5,893,060	-	6,232,730
NET ASSETS				
Reserved for				
Special revenue funds	1,607,459	-	-	1,607,459
Capital projects	-	160,837	-	160,837
Other activities - nonexpendable trust	-	-	198,749	198,749
Unreserved				
Designated - conservation and development	158,187	-	-	158,187
Designated - capital outlay	-	-	-	-
Undesignated	80,880	(3,223,668)	-	(3,142,788)
TOTAL NET ASSETS	1,846,526	(3,062,831)	198,749	(1,017,556)
TOTAL LIABILITIES AND NET ASSETS	\$ 2,186,196	\$ 2,830,229	\$ 198,749	\$ 5,215,174

CITY OF MARSHFIELD
COMBINING BALANCE SHEET
DETAIL OF NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2010

	ROOM TAX FUND	CONVENTION & VISITORS BUREAU FUND	RESIDENTIAL REHABILITATION FUND
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and equivalents	\$ 104,007	\$ 190,643	\$ 129,707
Receivables			
Taxes	-	-	-
Loans	-	-	319,501
Other	8,901	-	-
Prepays	-	5,766	-
Due from other governments	-	-	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>112,908</u>	<u>196,409</u>	<u>449,208</u>
 LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	-	-	2,714
Due to other funds	-	-	-
Due to other governments	-	-	-
Deferred revenues	-	7,915	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>-</u>	<u>7,915</u>	<u>2,714</u>
 FUND BALANCES			
Reserved	112,908	188,494	446,494
Unreserved:			
Designated - conservation and development	-	-	-
Undesignated	-	-	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUND BALANCES	<u>112,908</u>	<u>188,494</u>	<u>446,494</u>
 TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 112,908</u>	<u>\$ 196,409</u>	<u>\$ 449,208</u>

CITY OF MARSHFIELD
COMBINING BALANCE SHEET - Continued
DETAIL OF NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2010

ECONOMIC DEVELOPMENT FUND	PUBLIC SAFETY FUND	HEALTH & HUMAN SERVICES FUND	TAXI SYSTEM FUND	CABLE TELEVISION FUND	BUSINESS IMPROVEMENT DISTRICT	TOTAL SPECIAL REVENUE FUNDS
\$ 738,667	\$ 20,482	\$ -	\$ -	\$ 121,117	\$ 17,349	\$ 1,321,972
74,080	-	-	-	-	47,579	121,659
265,915	-	-	-	-	-	585,416
6,382	-	-	-	-	6,029	21,312
-	-	-	-	-	-	5,766
-	-	-	130,071	-	-	130,071
<u>1,085,044</u>	<u>20,482</u>	<u>-</u>	<u>130,071</u>	<u>121,117</u>	<u>70,957</u>	<u>2,186,196</u>
139	-	-	21,803	5,069	-	29,725
14,465	-	-	96,488	274	-	111,227
-	-	-	1,580	-	-	1,580
100,426	18,268	-	-	-	70,529	197,138
<u>115,030</u>	<u>18,268</u>	<u>-</u>	<u>119,871</u>	<u>5,343</u>	<u>70,529</u>	<u>339,670</u>
713,395	2,214	-	28,180	115,774	-	1,607,459
158,187	-	-	-	-	-	158,187
98,432	-	-	(17,980)	-	428	80,880
<u>970,014</u>	<u>2,214</u>	<u>-</u>	<u>10,200</u>	<u>115,774</u>	<u>428</u>	<u>1,846,526</u>
<u>\$ 1,085,044</u>	<u>\$ 20,482</u>	<u>\$ -</u>	<u>\$ 130,071</u>	<u>\$ 121,117</u>	<u>\$ 70,957</u>	<u>\$ 2,186,196</u>

CITY OF MARSHFIELD
COMBINING BALANCE SHEET
DETAIL OF NONMAJOR CAPITAL PROJECT FUNDS
YEAR ENDED DECEMBER 31, 2010

	INFRASTRUCTURE CONSTRUCTION	AIRPORT OUTLAY	PARKS & REC CAPITAL PROJECTS	T.I.D. # 3 TOWER HALL
ASSETS				
Cash and equivalents	\$ 535,922	\$ 46,093	\$ 102,220	\$ 112,642
Receivables				
Taxes	286,225	18,439	70,077	7,344
Other	-	-	-	-
Other governments	50,209	-	-	-
TOTAL ASSETS	872,356	64,532	172,297	119,986
LIABILITIES AND FUND BALANCES				
CURRENT LIABILITIES				
Accounts payable	19,475	-	2,501	409
Due to				
Other funds	-	-	-	-
Other governments	5,319	-	-	-
Deferred revenues	388,020	25,000	95,000	105,194
TOTAL CURRENT LIABILITIES	412,814	25,000	97,501	105,603
FUND BALANCES				
Reserved	-	-	-	14,383
Unreserved				
Designated - capital outlay	-	-	-	-
Undesignated	459,542	39,532	74,796	-
TOTAL FUND BALANCES	459,542	39,532	74,796	14,383
TOTAL LIABILITIES AND FUND BALANCES	\$ 872,356	\$ 64,532	\$ 172,297	\$ 119,986

CITY OF MARSHFIELD
COMBINING BALANCE SHEET - Continued
DETAIL OF NONMAJOR CAPITAL PROJECT FUNDS
YEAR ENDED DECEMBER 31, 2010

T.I.D. #2 PURDY BUILDING	T.I.D. #4 DOWNTOWN REDEVELOPMENT	T.I.D. #6 FIGI PROJECT	T.I.D. #5 MILL CREEK BUSINESS PARK	T.I.D. #7 YELLOWSTONE INDUSTRIAL PARK	T.I.D. #8 SHOPPES AT WOOD RIDGE	PUBLIC FACILITIES	TOTAL CAPITAL PROJECTS FUNDS
\$ 110,188	\$ -	\$ -	\$ -	\$ -	\$ 74,188	\$ 315,556	\$ 1,296,809
79,340	549,827	-	143,356	51,249	24,978	251,586	1,482,421
-	-	-	-	790	-	-	790
-	-	-	-	-	-	-	50,209
<u>189,528</u>	<u>549,827</u>	<u>-</u>	<u>143,356</u>	<u>52,039</u>	<u>99,166</u>	<u>567,142</u>	<u>2,830,229</u>
409	300,981	409	409	535	413	69,543	395,084
-	1,820,330	33,217	1,445,074	9,674	-	27	3,308,322
-	79,453	-	-	-	-	-	84,772
107,557	745,372	-	194,341	69,475	33,861	341,062	2,104,882
<u>107,966</u>	<u>2,946,136</u>	<u>33,626</u>	<u>1,639,824</u>	<u>79,684</u>	<u>34,274</u>	<u>410,632</u>	<u>5,893,060</u>
81,562	-	-	-	-	64,892	-	160,837
-	-	-	-	-	-	-	-
-	(2,396,309)	(33,626)	(1,496,468)	(27,645)	-	156,510	(3,223,668)
<u>81,562</u>	<u>(2,396,309)</u>	<u>(33,626)</u>	<u>(1,496,468)</u>	<u>(27,645)</u>	<u>64,892</u>	<u>156,510</u>	<u>(3,062,831)</u>
<u>\$ 189,528</u>	<u>\$ 549,827</u>	<u>\$ -</u>	<u>\$ 143,356</u>	<u>\$ 52,039</u>	<u>\$ 99,166</u>	<u>\$ 567,142</u>	<u>\$ 2,830,229</u>

CITY OF MARSHFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2010

	SPECIAL REVENUE	CAPITAL PROJECTS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUE				
Taxes	\$ 361,100	\$ 1,129,724	\$ -	\$ 1,490,824
Intergovernmental revenues	478,387	94,224	-	572,611
Licenses and permits	206,840	-	-	206,840
Public charges for services	82,705	-	2,923	85,628
Other revenue	137,829	167,578	1,867	307,274
TOTAL REVENUES	<u>1,266,861</u>	<u>1,391,526</u>	<u>4,790</u>	<u>2,663,177</u>
EXPENDITURES				
Current				
General government	200,772	-	-	200,772
Public safety	30,920	-	-	30,920
Public works	437,631	-	-	437,631
Health and human services	54,162	-	-	54,162
Culture, recreation and education	324,086	-	-	324,086
Conservation and development	748,495	83,929	-	832,424
Capital outlay	88,897	4,506,652	-	4,595,549
Interest and fiscal charges	-	55,831	-	55,831
TOTAL EXPENDITURES	<u>1,884,963</u>	<u>4,646,412</u>	<u>-</u>	<u>6,531,375</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(618,102)</u>	<u>(3,254,886)</u>	<u>4,790</u>	<u>(3,868,198)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long term debt	-	3,159,359	-	3,159,359
Transfers in	161,689	147,029	-	308,718
Transfers out	(206,418)	(1,793,687)	(1,866)	(2,001,971)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(44,729)</u>	<u>1,512,701</u>	<u>(1,866)</u>	<u>1,466,106</u>
NET CHANGE IN FUND BALANCES	(662,831)	(1,742,185)	2,924	(2,402,092)
FUND BALANCES AT BEGINNING OF YEAR	<u>2,509,357</u>	<u>(1,320,646)</u>	<u>195,825</u>	<u>1,384,536</u>
FUND BALANCES AT END OF YEAR	<u>\$ 1,846,526</u>	<u>\$ (3,062,831)</u>	<u>\$ 198,749</u>	<u>\$ (1,017,556)</u>

CITY OF MARSHFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
DETAIL OF NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2010

	ROOM TAX FUND	CONVENTION & VISITORS BUREAU FUND	RESIDENTIAL REHABILITATION FUND	ECONOMIC DEVELOPMENT FUND
REVENUE				
Taxes	\$ 267,453	\$ -	\$ -	\$ 93,647
Intergovernmental revenues	-	-	-	-
Licenses and permits	-	-	-	-
Public charges for services	-	-	-	6,382
Other revenue	-	111,871	7,617	12,013
TOTAL REVENUES	<u>267,453</u>	<u>111,871</u>	<u>7,617</u>	<u>112,042</u>
EXPENDITURES				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and human services	-	-	-	-
Culture, recreation and education	82,609	241,477	-	-
Conservation and development	-	-	26,378	658,980
Capital outlay	84,882	-	-	-
TOTAL EXPENDITURES	<u>167,491</u>	<u>241,477</u>	<u>26,378</u>	<u>658,980</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>99,962</u>	<u>(129,606)</u>	<u>(18,761)</u>	<u>(546,938)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	151,689	10,000	-
Transfers out	(206,418)	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(206,418)</u>	<u>151,689</u>	<u>10,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(106,456)	22,083	(8,761)	(546,938)
FUND BALANCES AT BEGINNING OF YEAR	<u>219,364</u>	<u>166,411</u>	<u>455,255</u>	<u>1,516,952</u>
FUND BALANCES AT END OF YEAR	<u>\$ 112,908</u>	<u>\$ 188,494</u>	<u>\$ 446,494</u>	<u>\$ 970,014</u>

CITY OF MARSHFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - Continued
DETAIL OF NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2010

PUBLIC SAFETY FUND	HEALTH & HUMAN SERVICES FUND	TAXI SYSTEM FUND	CABLE TELEVISION FUND	BUSINESS IMPROVEMENT DISTRICT	TOTAL SPECIAL REVENUE FUNDS
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 361,100
4,749	54,162	419,476	-	-	478,387
-	-	-	206,840	-	206,840
13,335	-	-	-	62,988	82,705
5,151	-	600	-	577	137,829
<u>23,235</u>	<u>54,162</u>	<u>420,076</u>	<u>206,840</u>	<u>63,565</u>	<u>1,266,861</u>
-	-	-	200,772	-	200,772
30,920	-	-	-	-	30,920
-	-	437,631	-	-	437,631
-	54,162	-	-	-	54,162
-	-	-	-	-	324,086
-	-	-	-	63,137	748,495
4,015	-	-	-	-	88,897
<u>34,935</u>	<u>54,162</u>	<u>437,631</u>	<u>200,772</u>	<u>63,137</u>	<u>1,884,963</u>
<u>(11,700)</u>	<u>-</u>	<u>(17,555)</u>	<u>6,068</u>	<u>428</u>	<u>(618,102)</u>
-	-	-	-	-	161,689
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(206,418)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,729)</u>
(11,700)	-	(17,555)	6,068	428	(662,831)
<u>13,914</u>	<u>-</u>	<u>27,755</u>	<u>109,706</u>	<u>-</u>	<u>2,509,357</u>
<u>\$ 2,214</u>	<u>\$ -</u>	<u>\$ 10,200</u>	<u>\$ 115,774</u>	<u>\$ 428</u>	<u>\$ 1,846,526</u>

CITY OF MARSHFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
DETAIL OF NONMAJOR CAPITAL PROJECT FUNDS
YEAR ENDED DECEMBER 31, 2010

	INFRASTRUCTURE CONSTRUCTION	AIRPORT OUTLAY	PARKS & REC CAPITAL PROJECTS	T.I.D. # 3 TOWER HALL
REVENUE				
Taxes	\$ 827	\$ -	\$ 25,000	\$ 8,471
Intergovernmental revenues	50,209	-	-	17
Other revenue	-	118,600	4,950	15,342
TOTAL REVENUES	<u>51,036</u>	<u>118,600</u>	<u>29,950</u>	<u>23,830</u>
EXPENDITURES				
Current				
Conservation and development	-	-	-	833
Capital outlay	2,089,254	125,000	52,597	-
Interest and fiscal charges	38,988	-	-	-
TOTAL EXPENDITURES	<u>2,128,242</u>	<u>125,000</u>	<u>52,597</u>	<u>833</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,077,206)</u>	<u>(6,400)</u>	<u>(22,647)</u>	<u>22,997</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	1,565,853	-	-	-
Transfers in	23,000	-	54,729	-
Transfers out	-	-	-	(23,450)
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,588,853</u>	<u>-</u>	<u>54,729</u>	<u>(23,450)</u>
NET CHANGE IN FUND BALANCES	<u>(488,353)</u>	<u>(6,400)</u>	<u>32,082</u>	<u>(453)</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>947,895</u>	<u>45,932</u>	<u>42,714</u>	<u>14,836</u>
FUND BALANCES AT END OF YEAR	<u>\$ 459,542</u>	<u>\$ 39,532</u>	<u>\$ 74,796</u>	<u>\$ 14,383</u>

CITY OF MARSHFIELD
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - Continued
DETAIL OF NONMAJOR CAPITAL PROJECT FUNDS
YEAR ENDED DECEMBER 31, 2010

T.I.D. # 2 PURDY BUILDING	T.I.D. # 4 DOWNTOWN REDEVELOPMENT	T.I.D. # 6 FIGI PROJECT	T.I.D. # 5 MILL CREEK BUSINESS PARK	T.I.D. # 7 YELLOWSTONE INDUSTRIAL PARK	T.I.D. # 8 SHOPPES AT WOOD RIDGE	PUBLIC FACILITIES	TOTAL CAPITAL PROJECTS FUNDS
\$ 109,066	\$ 612,632	\$ 9,920	\$ 181,906	\$ 72,040	\$ 43,772	\$ 66,090	\$ 1,129,724
17	26,419	2,271	11,032	1,312	2,947	-	94,224
-	-	-	28,686	-	-	-	167,578
<u>109,083</u>	<u>639,051</u>	<u>12,191</u>	<u>221,624</u>	<u>73,352</u>	<u>46,719</u>	<u>66,090</u>	<u>1,391,526</u>
834	73,768	834	953	5,785	922	-	83,929
-	1,521,000	-	225,000	79,482	-	414,319	4,506,652
-	11,779	-	2,663	1,038	-	1,363	55,831
<u>834</u>	<u>1,606,547</u>	<u>834</u>	<u>228,616</u>	<u>86,305</u>	<u>922</u>	<u>415,682</u>	<u>4,646,412</u>
<u>108,249</u>	<u>(967,496)</u>	<u>11,357</u>	<u>(6,992)</u>	<u>(12,953)</u>	<u>45,797</u>	<u>(349,592)</u>	<u>(3,254,886)</u>
-	982,864	-	227,663	87,706	-	295,273	3,159,359
-	-	-	-	-	-	69,300	147,029
<u>(105,640)</u>	<u>(1,412,767)</u>	<u>(11,798)</u>	<u>(182,969)</u>	<u>(57,063)</u>	<u>-</u>	<u>-</u>	<u>(1,793,687)</u>
<u>(105,640)</u>	<u>(429,903)</u>	<u>(11,798)</u>	<u>44,694</u>	<u>30,643</u>	<u>-</u>	<u>364,573</u>	<u>1,512,701</u>
2,609	(1,397,399)	(441)	37,702	17,690	45,797	14,981	(1,742,185)
<u>78,953</u>	<u>(998,910)</u>	<u>(33,185)</u>	<u>(1,534,170)</u>	<u>(45,335)</u>	<u>19,095</u>	<u>141,529</u>	<u>(1,320,646)</u>
<u>\$ 81,562</u>	<u>\$ (2,396,309)</u>	<u>\$ (33,626)</u>	<u>\$ (1,496,468)</u>	<u>\$ (27,645)</u>	<u>\$ 64,892</u>	<u>\$ 156,510</u>	<u>\$ (3,062,831)</u>

SPECIAL REVENUE FUNDS

- **Room Tax Fund** – to account for the collection of room taxes remitted to the City by hotel/motel owners and expenditures made for upkeep of City's parks.
- **Convention and Visitors Bureau Fund** – to account for room taxes received by the Bureau and expenditures made for promotion of the City.
- **Residential Rehabilitation Fund** – to account for Community Development Block Grants received to provide residential rehabilitation assistance.
- **Economic Development Fund** – to account for funds utilized for economic development loans and expenditures made to promote economic development.
- **Public Safety Fund** – to account for eligible grants for Law Enforcement and Fire and Rescue service operations.
- **Health and Human Services Fund** – to account for eligible grants for health and human service operations.
- **Taxi System Fund** – to account for grant subsidies received for operation of the local taxi system and expenditures made for the taxi system.
- **Cable Television Fund** – to account for Cable Television Franchise Fees received and utilized for operation of local Cable Access Programming.
- **Business Improvement Fund** – to account for collecting and remitting assessments to the Main Street Program.

CITY OF MARSHFIELD
ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNTS</u>	<u>POSITIVE</u> <u>(NEGATIVE)</u>
REVENUE				
Taxes				
Public accomodation taxes	\$ 247,044	\$ 247,044	\$ 267,453	\$ 20,409
TOTAL REVENUES	<u>247,044</u>	<u>247,044</u>	<u>267,453</u>	<u>20,409</u>
EXPENDITURES				
Current				
Culture, recreation and education	35,000	46,500	82,609	(36,109)
Capital outlay				
Parks	-	-	84,882	(84,882)
TOTAL EXPENDITURES	<u>35,000</u>	<u>46,500</u>	<u>167,491</u>	<u>(120,991)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>212,044</u>	<u>200,544</u>	<u>99,962</u>	<u>(100,582)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(194,729)</u>	<u>(194,729)</u>	<u>(206,418)</u>	<u>(11,689)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(194,729)</u>	<u>(194,729)</u>	<u>(206,418)</u>	<u>(11,689)</u>
NET CHANGE IN FUND BALANCES	17,315	5,815	(106,456)	(112,271)
FUND BALANCE AT BEGINNING OF YEAR	<u>219,364</u>	<u>219,364</u>	<u>219,364</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 236,679</u>	<u>\$ 225,179</u>	<u>\$ 112,908</u>	<u>\$ (112,271)</u>

CITY OF MARSHFIELD
CONVENTION AND VISITORS BUREAU SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Other revenue				
Interest	\$ 73,100	\$ 73,100	\$ 111,871	\$ 38,771
TOTAL REVENUES	<u>73,100</u>	<u>73,100</u>	<u>111,871</u>	<u>38,771</u>
EXPENDITURES				
Current				
Culture, recreation and education	<u>212,856</u>	<u>212,856</u>	<u>241,477</u>	<u>(28,621)</u>
TOTAL EXPENDITURES	<u>212,856</u>	<u>212,856</u>	<u>241,477</u>	<u>(28,621)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(139,756)</u>	<u>(139,756)</u>	<u>(129,606)</u>	<u>10,150</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>140,000</u>	<u>140,000</u>	<u>151,689</u>	<u>11,689</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>140,000</u>	<u>140,000</u>	<u>151,689</u>	<u>11,689</u>
NET CHANGE IN FUND BALANCES	244	244	22,083	21,839
FUND BALANCE AT BEGINNING OF YEAR	<u>166,411</u>	<u>166,411</u>	<u>166,411</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 166,655</u>	<u>\$ 166,655</u>	<u>\$ 188,494</u>	<u>\$ 21,839</u>

CITY OF MARSHFIELD
RESIDENTIAL REHABILITATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUE				
Other revenue				
Miscellaneous	\$ 250	\$ 250	\$ 7,617	\$ 7,367
TOTAL REVENUES	<u>250</u>	<u>250</u>	<u>7,617</u>	<u>7,367</u>
EXPENDITURES				
Current				
Conservation and development	<u>200</u>	<u>15,000</u>	<u>26,378</u>	<u>(11,378)</u>
TOTAL EXPENDITURES	<u>200</u>	<u>15,000</u>	<u>26,378</u>	<u>(11,378)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>50</u>	<u>(14,750)</u>	<u>(18,761)</u>	<u>(4,011)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>-</u>	<u>14,800</u>	<u>10,000</u>	<u>(4,800)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>14,800</u>	<u>10,000</u>	<u>(4,800)</u>
NET CHANGE IN FUND BALANCES	50	50	(8,761)	(8,811)
FUND BALANCE AT BEGINNING OF YEAR	<u>455,255</u>	<u>455,255</u>	<u>455,255</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 455,305</u>	<u>\$ 455,305</u>	<u>\$ 446,494</u>	<u>\$ (8,811)</u>

CITY OF MARSHFIELD
ECONOMIC DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> <u>AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUES				
Taxes				
General property taxes	\$ 93,647	\$ 93,647	\$ 93,647	\$ -
Public charges for services	-	-	6,382	6,382
Other revenue				
Interest	<u>18,880</u>	<u>18,880</u>	<u>12,013</u>	<u>(6,867)</u>
TOTAL REVENUES	<u>112,527</u>	<u>112,527</u>	<u>112,042</u>	<u>(485)</u>
EXPENDITURES				
Current				
Conservation and development	<u>112,526</u>	<u>166,626</u>	<u>658,980</u>	<u>(492,354)</u>
TOTAL EXPENDITURES	<u>112,526</u>	<u>166,626</u>	<u>658,980</u>	<u>(492,354)</u>
NET CHANGE IN FUND BALANCES	1	(54,099)	(546,938)	(492,839)
FUND BALANCE AT BEGINNING OF YEAR	<u>1,516,952</u>	<u>1,516,952</u>	<u>1,516,952</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 1,516,953</u>	<u>\$ 1,462,853</u>	<u>\$ 970,014</u>	<u>\$ (492,839)</u>

CITY OF MARSHFIELD
PUBLIC SAFETY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUES				
Taxes				
General property	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues				
Federal grants	-	-	4,749	4,749
Public charges for services	-	4,000	13,335	9,335
Other revenue	-	902	5,151	4,249
TOTAL REVENUES	<u>-</u>	<u>4,902</u>	<u>23,235</u>	<u>18,333</u>
EXPENDITURES				
Current				
Public safety	9,613	14,515	30,920	(16,405)
Capital outlay				
Public safety	-	-	4,015	(4,015)
TOTAL EXPENDITURES	<u>9,613</u>	<u>14,515</u>	<u>34,935</u>	<u>(20,420)</u>
NET CHANGE IN FUND BALANCES	(9,613)	(9,613)	(11,700)	(2,087)
FUND BALANCE AT BEGINNING OF YEAR	<u>13,914</u>	<u>13,914</u>	<u>13,914</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 4,301</u>	<u>\$ 4,301</u>	<u>\$ 2,214</u>	<u>\$ (2,087)</u>

CITY OF MARSHFIELD
HEALTH AND HUMAN SERVICES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental revenues				
Federal grants	\$ -	\$ -	\$ 54,162	\$ 54,162
TOTAL REVENUES	-	-	54,162	54,162
EXPENDITURES				
Current				
Health and human services	-	-	54,162	(54,162)
TOTAL EXPENDITURES	-	-	54,162	(54,162)
NET CHANGE IN FUND BALANCES	-	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCE AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

CITY OF MARSHFIELD
TAXI SYSTEM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNTS</u>	<u>POSITIVE (NEGATIVE)</u>
REVENUES				
Intergovernmental				
State grants	\$ 387,524	\$ 387,524	\$ 419,476	\$ 31,952
Other revenue	-	-	600	600
TOTAL REVENUES	<u>387,524</u>	<u>387,524</u>	<u>420,076</u>	<u>32,552</u>
EXPENDITURES				
Current				
Public works	<u>392,874</u>	<u>392,874</u>	<u>437,631</u>	<u>(44,757)</u>
TOTAL EXPENDITURES	<u>392,874</u>	<u>392,874</u>	<u>437,631</u>	<u>(44,757)</u>
 NET CHANGE IN FUND BALANCES	 (5,350)	 (5,350)	 (17,555)	 (12,205)
 FUND BALANCE AT BEGINNING OF YEAR	 <u>27,755</u>	 <u>27,755</u>	 <u>27,755</u>	 <u>-</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 22,405</u>	 <u>\$ 22,405</u>	 <u>\$ 10,200</u>	 <u>\$ (12,205)</u>

CITY OF MARSHFIELD
CABLE TELEVISION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Licenses and permits				
Cable franchise fees	\$ 192,800	\$ 192,800	\$ 206,840	\$ 14,040
TOTAL REVENUES	<u>192,800</u>	<u>192,800</u>	<u>206,840</u>	<u>14,040</u>
EXPENDITURES				
Current				
General government	<u>192,800</u>	<u>214,885</u>	<u>200,772</u>	<u>14,113</u>
TOTAL EXPENDITURES	<u>192,800</u>	<u>214,885</u>	<u>200,772</u>	<u>14,113</u>
NET CHANGE IN FUND BALANCES	-	(22,085)	6,068	28,153
FUND BALANCE AT BEGINNING OF YEAR	<u>109,706</u>	<u>109,706</u>	<u>109,706</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 109,706</u>	<u>\$ 87,621</u>	<u>\$ 115,774</u>	<u>\$ 28,153</u>

CITY OF MARSHFIELD
BUSINESS IMPROVEMENT DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUES				
Public charges for services				
Economic development	\$ 64,598	\$ 64,598	\$ 62,988	\$ (1,610)
Other revenue				
Interest	<u>75</u>	<u>75</u>	<u>577</u>	<u>502</u>
TOTAL REVENUES	<u>64,673</u>	<u>64,673</u>	<u>63,565</u>	<u>(1,108)</u>
EXPENDITURES				
Current				
Conservation and development	<u>64,673</u>	<u>64,673</u>	<u>63,137</u>	<u>1,536</u>
TOTAL EXPENDITURES	<u>64,673</u>	<u>64,673</u>	<u>63,137</u>	<u>1,536</u>
 NET CHANGE IN FUND BALANCES	 -	 -	 428	 428
 FUND BALANCE AT BEGINNING OF YEAR	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 428</u>	 <u>\$ 428</u>

CAPITAL PROJECT FUNDS

- **Infrastructure Construction** – to account for the financing and construction of street and related infrastructure projects within the City.
- **Airport Outlay** – to account for the costs of capital improvements at the airport.
- **Parks & Recreation Capital Project Fund** – to account for funds designated for specific Parks & Recreation projects.
- **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.
- **T.I.D. #5** – to account for the improvements to Mill Creek Business Park.
- **T.I.D. #7** – to account for improvements to Yellowstone Industrial Park.
- **T.I.D. #8** – to account for the City’s share of infrastructure and costs pertinent to redevelopment and revitalization of the Shoppes at Woodridge and surrounding properties.
- **Public Facilities** – to account for construction, improvement and remodeling costs for public buildings not utilized for public safety services.

CITY OF MARSHFIELD
INFRASTRUCTURE CONSTRUCTION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		ACTUAL	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>	AMOUNTS	POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 827	\$ 827	\$ 827	\$ -
Intergovernmental				
State grants	<u>52,000</u>	<u>52,000</u>	<u>50,209</u>	<u>(1,791)</u>
TOTAL REVENUES	<u>52,827</u>	<u>52,827</u>	<u>51,036</u>	<u>(1,791)</u>
EXPENDITURES				
Capital outlay				
Public works	3,064,889	2,049,806	2,089,254	(39,448)
Debt service				
Interest and fiscal charges	<u>22,686</u>	<u>22,686</u>	<u>38,988</u>	<u>(16,302)</u>
TOTAL EXPENDITURES	<u>3,087,575</u>	<u>2,072,492</u>	<u>2,128,242</u>	<u>(55,750)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(3,034,748)</u>	<u>(2,019,665)</u>	<u>(2,077,206)</u>	<u>(57,541)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	2,587,636	1,549,551	1,565,853	16,302
Transfers in	<u>-</u>	<u>23,000</u>	<u>23,000</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,587,636</u>	<u>1,572,551</u>	<u>1,588,853</u>	<u>16,302</u>
NET CHANGE IN FUND BALANCES	(447,112)	(447,114)	(488,353)	(41,239)
FUND BALANCE AT BEGINNING OF YEAR	<u>947,895</u>	<u>947,895</u>	<u>947,895</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 500,783</u>	<u>\$ 500,781</u>	<u>\$ 459,542</u>	<u>\$ (41,239)</u>

CITY OF MARSHFIELD
AIRPORT OUTLAY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUES				
Other revenue	-	-	118,600	118,600
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>118,600</u>	<u>118,600</u>
EXPENDITURES				
Capital outlay				
Public works	35,000	35,000	125,000	(90,000)
TOTAL EXPENDITURES	<u>35,000</u>	<u>35,000</u>	<u>125,000</u>	<u>(90,000)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(35,000)</u>	<u>(35,000)</u>	<u>(6,400)</u>	<u>28,600</u>
NET CHANGE IN FUND BALANCES	(35,000)	(35,000)	(6,400)	28,600
FUND BALANCE AT BEGINNING OF YEAR	<u>45,932</u>	<u>45,932</u>	<u>45,932</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 10,932</u>	<u>\$ 10,932</u>	<u>\$ 39,532</u>	<u>\$ 28,600</u>

CITY OF MARSHFIELD
PARKS/RECREATION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 25,000	\$ 25,000	\$ 25,000	\$ -
Intergovernmental				
State and local grants	218,916	218,916	-	(218,916)
Other revenue	<u>-</u>	<u>-</u>	<u>4,950</u>	<u>4,950</u>
TOTAL REVENUES	<u>243,916</u>	<u>243,916</u>	<u>29,950</u>	<u>(213,966)</u>
EXPENDITURES				
Capital outlay				
Parks outlay	<u>328,645</u>	<u>328,645</u>	<u>52,597</u>	<u>276,048</u>
TOTAL EXPENDITURES	<u>328,645</u>	<u>328,645</u>	<u>52,597</u>	<u>276,048</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(84,729)</u>	<u>(84,729)</u>	<u>(22,647)</u>	<u>62,082</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in	<u>54,729</u>	<u>54,729</u>	<u>54,729</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>54,729</u>	<u>54,729</u>	<u>54,729</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(30,000)	(30,000)	32,082	62,082
FUND BALANCE AT BEGINNING OF YEAR	<u>42,714</u>	<u>42,714</u>	<u>42,714</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 12,714</u>	<u>\$ 12,714</u>	<u>\$ 74,796</u>	<u>\$ 62,082</u>

CITY OF MARSHFIELD
T.I.D. NO. 3 (TOWER HALL) CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 8,264	\$ 8,264	\$ 8,471	\$ 207
Intergovernmental				
State shared grants	20	20	17	(3)
Other revenue	<u>16,116</u>	<u>16,116</u>	<u>15,342</u>	<u>(774)</u>
TOTAL REVENUES	<u>24,400</u>	<u>24,400</u>	<u>23,830</u>	<u>(570)</u>
EXPENDITURES				
Current				
Conservation and development	<u>781</u>	<u>1,452</u>	<u>833</u>	<u>619</u>
TOTAL EXPENDITURES	<u>781</u>	<u>1,452</u>	<u>833</u>	<u>619</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES				
	<u>23,619</u>	<u>22,948</u>	<u>22,997</u>	<u>49</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out	<u>(23,450)</u>	<u>(23,450)</u>	<u>(23,450)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(23,450)</u>	<u>(23,450)</u>	<u>(23,450)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES				
	169	(502)	(453)	49
FUND BALANCE AT BEGINNING OF YEAR				
	<u>14,836</u>	<u>14,836</u>	<u>14,836</u>	<u>-</u>
FUND BALANCE AT END OF YEAR				
	<u>\$ 15,005</u>	<u>\$ 14,334</u>	<u>\$ 14,383</u>	<u>\$ 49</u>

CITY OF MARSHFIELD
T.I.D. NO. 2 (PURDY BUILDING) CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> <u>AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 106,406	\$ 106,406	\$ 109,066	\$ 2,660
Intergovernmental				
Other state shared taxes	<u>15</u>	<u>15</u>	<u>17</u>	<u>2</u>
TOTAL REVENUES	<u>106,421</u>	<u>106,421</u>	<u>109,083</u>	<u>2,662</u>
EXPENDITURES				
Current				
Conservation and development	<u>781</u>	<u>1,452</u>	<u>834</u>	<u>618</u>
TOTAL EXPENDITURES	<u>781</u>	<u>1,452</u>	<u>834</u>	<u>618</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>105,640</u>	<u>104,969</u>	<u>108,249</u>	<u>3,280</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out	<u>(105,640)</u>	<u>(105,640)</u>	<u>(105,640)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(105,640)</u>	<u>(105,640)</u>	<u>(105,640)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	(671)	2,609	3,280
FUND BALANCE AT BEGINNING OF YEAR	<u>78,953</u>	<u>78,953</u>	<u>78,953</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 78,953</u>	<u>\$ 78,282</u>	<u>\$ 81,562</u>	<u>\$ 3,280</u>

CITY OF MARSHFIELD
T.I.D. NO. 4 (DOWNTOWN REDEVELOPMENT) CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> <u>AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 597,690	\$ 597,690	\$ 612,632	\$ 14,942
Intergovernmental				
Other state shared taxes	<u>23,678</u>	<u>23,678</u>	<u>26,419</u>	<u>2,741</u>
TOTAL REVENUES	<u>621,368</u>	<u>621,368</u>	<u>639,051</u>	<u>17,683</u>
EXPENDITURES				
Current				
Conservation and development	100,000	100,000	73,768	26,232
Capital outlay				
Conservation and development	145,901	1,081,654	1,521,000	(439,346)
Debt service				
Interest and fiscal charges	<u>-</u>	<u>-</u>	<u>11,779</u>	<u>(11,779)</u>
TOTAL EXPENDITURES	<u>245,901</u>	<u>1,181,654</u>	<u>1,606,547</u>	<u>(424,893)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>375,467</u>	<u>(560,286)</u>	<u>(967,496)</u>	<u>(407,210)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long term debt	245,000	971,085	982,864	11,779
Operating transfers out	<u>(620,467)</u>	<u>(1,412,767)</u>	<u>(1,412,767)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(375,467)</u>	<u>(441,682)</u>	<u>(429,903)</u>	<u>11,779</u>
NET CHANGE IN FUND BALANCES	-	(1,001,968)	(1,397,399)	(395,431)
FUND BALANCE AT BEGINNING OF YEAR	<u>(998,910)</u>	<u>(998,910)</u>	<u>(998,910)</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ (998,910)</u>	<u>\$ (2,000,878)</u>	<u>\$ (2,396,309)</u>	<u>\$ (395,431)</u>

CITY OF MARSHFIELD
T.I.D. NO. 6 (FIGI PROJECT) CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 9,679	\$ 9,679	\$ 9,920	\$ 241
Intergovernmental				
Other state shared taxes	<u>2,900</u>	<u>2,900</u>	<u>2,271</u>	<u>(629)</u>
TOTAL REVENUES	<u>12,579</u>	<u>12,579</u>	<u>12,191</u>	<u>(388)</u>
EXPENDITURES				
Current				
Conservation and development	<u>781</u>	<u>1,452</u>	<u>834</u>	<u>618</u>
TOTAL EXPENDITURES	<u>781</u>	<u>1,452</u>	<u>834</u>	<u>618</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>11,798</u>	<u>11,127</u>	<u>11,357</u>	<u>230</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out	<u>(11,798)</u>	<u>(11,798)</u>	<u>(11,798)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(11,798)</u>	<u>(11,798)</u>	<u>(11,798)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	(671)	(441)	230
FUND BALANCE AT BEGINNING OF YEAR	<u>(33,185)</u>	<u>(33,185)</u>	<u>(33,185)</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ (33,185)</u>	<u>\$ (33,856)</u>	<u>\$ (33,626)</u>	<u>\$ 230</u>

CITY OF MARSHFIELD
T.I.D. NO. 5 (MILL CREEK BUSINESS PARK) CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 177,470	\$ 177,470	\$ 181,906	\$ 4,436
Intergovernmental				
Other state shared revenues	6,300	6,300	11,032	4,732
Other revenue	100	100	28,686	28,586
TOTAL REVENUES	<u>183,870</u>	<u>183,870</u>	<u>221,624</u>	<u>37,754</u>
EXPENDITURES				
Current				
Conservation and development	901	1,572	953	619
Capital outlay				
Conservation and development	-	225,000	225,000	-
Interest and fiscal charges	-	-	2,663	(2,663)
TOTAL EXPENDITURES	<u>901</u>	<u>226,572</u>	<u>228,616</u>	<u>(2,044)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES				
	<u>182,969</u>	<u>(42,702)</u>	<u>(6,992)</u>	<u>35,710</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	-	225,000	227,663	2,663
Operating transfers out	(182,969)	(182,969)	(182,969)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(182,969)</u>	<u>42,031</u>	<u>44,694</u>	<u>2,663</u>
NET CHANGE IN FUND BALANCES				
	-	(671)	37,702	38,373
FUND BALANCE AT BEGINNING OF YEAR				
	<u>(1,534,170)</u>	<u>(1,534,170)</u>	<u>(1,534,170)</u>	<u>-</u>
FUND BALANCE AT END OF YEAR				
	<u>\$ (1,534,170)</u>	<u>\$ (1,534,841)</u>	<u>\$ (1,496,468)</u>	<u>\$ 38,373</u>

CITY OF MARSHFIELD
T.I.D. NO. 7 (YELLOWSTONE INDUSTRIAL PARK) CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> AMOUNTS	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 70,591	\$ 70,591	\$ 72,040	\$ 1,449
Intergovernmental				
Other state shared revenues	-	-	1,312	1,312
TOTAL REVENUES	<u>70,591</u>	<u>70,591</u>	<u>73,352</u>	<u>2,761</u>
EXPENDITURES				
Current				
Conservation and development	901	1,572	5,785	(4,213)
Capital outlay				
Conservation and development	2,168,822	2,179,322	79,482	2,099,840
Interest and fiscal charges	21,368	21,368	1,038	20,330
TOTAL EXPENDITURES	<u>2,191,091</u>	<u>2,202,262</u>	<u>86,305</u>	<u>2,115,957</u>
EXCESS OF REVENUES				
OVER (UNDER) EXPENDITURES	<u>(2,120,500)</u>	<u>(2,131,671)</u>	<u>(12,953)</u>	<u>2,118,718</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	2,189,903	2,189,903	87,706	(2,102,197)
Operating transfers out	(57,063)	(57,063)	(57,063)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,132,840</u>	<u>2,132,840</u>	<u>30,643</u>	<u>(2,102,197)</u>
NET CHANGE IN FUND BALANCES	12,340	1,169	17,690	16,521
FUND BALANCE AT BEGINNING OF YEAR	<u>(45,335)</u>	<u>(45,335)</u>	<u>(45,335)</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ (32,995)</u>	<u>\$ (44,166)</u>	<u>\$ (27,645)</u>	<u>\$ 16,521</u>

CITY OF MARSHFIELD
T.I.D. NO. 8 (SHOPPES AT WOOD RIDGE) CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNTS</u>	<u>POSITIVE (NEGATIVE)</u>
REVENUE				
Taxes				
General property	\$ 42,704	\$ 42,704	\$ 43,772	\$ 1,068
Intergovernmental				
Other state shared taxes	<u>2,850</u>	<u>2,850</u>	<u>2,947</u>	<u>97</u>
TOTAL REVENUES	<u>45,554</u>	<u>45,554</u>	<u>46,719</u>	<u>1,165</u>
EXPENDITURES				
Current				
Conservation and development	<u>781</u>	<u>1,455</u>	<u>922</u>	<u>533</u>
TOTAL EXPENDITURES	<u>781</u>	<u>1,455</u>	<u>922</u>	<u>533</u>
NET CHANGE IN FUND BALANCES	44,773	44,099	45,797	1,698
FUND BALANCE AT BEGINNING OF YEAR	<u>19,095</u>	<u>19,095</u>	<u>19,095</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 63,868</u>	<u>\$ 63,194</u>	<u>\$ 64,892</u>	<u>\$ 1,698</u>

CITY OF MARSHFIELD
PUBLIC FACILITIES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 66,090	\$ 56,090	\$ 66,090	\$ 10,000
Other revenue	8,800	8,800	-	(8,800)
TOTAL REVENUES	<u>74,890</u>	<u>64,890</u>	<u>66,090</u>	<u>1,200</u>
EXPENDITURES				
Capital outlay				
General government	543,000	893,898	414,319	479,579
Debt service				
Interest and fiscal charges	2,448	2,448	1,363	1,085
TOTAL EXPENDITURES	<u>545,448</u>	<u>896,346</u>	<u>415,682</u>	<u>480,664</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(470,558)</u>	<u>(831,456)</u>	<u>(349,592)</u>	<u>481,864</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	221,358	533,358	295,273	(238,085)
Operating transfers in	-	69,300	69,300	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>221,358</u>	<u>602,658</u>	<u>364,573</u>	<u>(238,085)</u>
NET CHANGE IN FUND BALANCES	(249,200)	(228,798)	14,981	243,779
FUND BALANCE AT BEGINNING OF YEAR	<u>141,529</u>	<u>141,529</u>	<u>141,529</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ (107,671)</u>	<u>\$ (87,269)</u>	<u>\$ 156,510</u>	<u>\$ 243,779</u>

NONMAJOR ENTERPRISE FUNDS

- **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
COMBINING BALANCE SHEET
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2010

	<u>EMERGENCY MEDICAL SERVICES</u>
ASSETS	
CURRENT ASSETS	
Cash	\$ 465,922
Accounts receivable	134,083
Accounts receivable - other	<u>1,250</u>
Prepaid expenses	<u>-</u>
TOTAL CURRENT ASSETS	<u>601,255</u>
NONCURRENT ASSETS	
Capital assets, at cost	
Land	99,633
Buildings, systems and equipment	1,269,430
Less accumulated depreciation	<u>(510,094)</u>
Net capital assets	<u>858,969</u>
TOTAL NONCURRENT ASSETS	<u>858,969</u>
TOTAL ASSETS	<u>1,460,224</u>
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Accounts payable	8,815
Accrued salaries, wages and compensated absences	20,473
Accrued interest	6,789
Current portion of long-term debt	34,428
Deferred revenues	<u>16,735</u>
TOTAL CURRENT LIABILITIES	<u>87,240</u>
NONCURRENT LIABILITIES	
Long-term obligations	<u>655,068</u>
TOTAL NONCURRENT LIABILITIES	<u>655,068</u>
TOTAL LIABILITIES	<u>742,308</u>
NET ASSETS	
Invested in capital assets, net of related debt	858,969
Unrestricted	<u>(141,053)</u>
TOTAL NET ASSETS	<u>717,916</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,460,224</u>

CITY OF MARSHFIELD
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2010

	<u>EMERGENCY MEDICAL SERVICES</u>
OPERATING REVENUES	
Charges for services	\$ <u>1,040,807</u>
OPERATING EXPENSES	
Operations	1,039,090
Depreciation	<u>41,370</u>
TOTAL OPERATING EXPENSES	<u>1,080,460</u>
OPERATING INCOME	<u>(39,653)</u>
NONOPERATING REVENUE (EXPENSE)	
Miscellaneous income	669
Interest and fiscal charges	(25,931)
Other nonoperating expenses	<u>(6,928)</u>
TOTAL NONOPERATING REVENUE	<u>(32,190)</u>
CHANGE IN NET ASSETS	(71,843)
NET ASSETS AT BEGINNING OF YEAR	<u>789,759</u>
NET ASSETS AT END OF YEAR	<u><u>\$ 717,916</u></u>

CITY OF MARSHFIELD, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2010

	EMERGENCY MEDICAL SERVICES
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 1,032,884
Payments to suppliers and vendors	(212,659)
Payments to employees	<u>(821,454)</u>
NET CASH USED IN OPERATING ACTIVITIES	<u>(1,229)</u>
 CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition and construction of capital assets	(644,545)
Interest paid	(19,528)
Proceeds from the issuance of debt	701,760
Principal paid on long-term debt	<u>(97,180)</u>
NET CASH USED IN CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(59,493)</u>
 NET DECREASE IN CASH AND CASH EQUIVALENTS	 (60,722)
 CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	 <u>526,644</u>
 CASH AND CASH EQUIVALENTS AT END OF YEAR	 <u><u>465,922</u></u>
 RECONCILIATION OF OPERATING INCOME TO CASH PROVIDED BY (USED IN) ACTIVITIES	
Operating income	(39,653)
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation charged to depreciation expense	41,370
Changes in assets and liabilities	
(Increase) decrease in assets	
Accounts receivable	(9,076)
Increase (decrease) in current liabilities	
Accounts payable	2,057
Other accrued expenses	<u>4,073</u>
 NET CASH USED IN OPERATING ACTIVITIES	 <u><u>\$ (1,229)</u></u>

FIDUCIARY FUNDS

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.

CITY OF MARSHFIELD
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
DECEMBER 31, 2010

	AGENCY FUNDS				TOTAL
	PAYROLL DEDUCTIONS	PERFORMANCE BONDS	PROPERTY TAX	SALES TAX	
ASSETS					
Cash and equivalents	\$ 395,847	\$ 1,470	\$ 5,404,470	\$ 1,242	\$ 5,803,029
Investments	-	14,000	-	-	14,000
Taxes receivable	-	-	14,880,036	-	14,880,036
Other receivables	16,582	-	-	-	16,582
TOTAL ASSETS	<u>412,429</u>	<u>15,470</u>	<u>20,284,506</u>	<u>1,242</u>	<u>20,713,647</u>
LIABILITIES AND NET ASSETS					
LIABILITIES					
Accounts payable	-	15,470	6,668	-	22,138
Other accrued expenses	412,429	-	-	-	412,429
Due to other governments	-	-	20,277,838	1,242	20,279,080
TOTAL LIABILITIES	<u>412,429</u>	<u>15,470</u>	<u>20,284,506</u>	<u>1,242</u>	<u>20,713,647</u>
NET ASSETS					
Restricted	-	-	-	-	-
TOTAL NET ASSETS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 412,429</u>	<u>\$ 15,470</u>	<u>\$ 20,284,506</u>	<u>\$ 1,242</u>	<u>\$ 20,713,647</u>

CITY OF MARSHFIELD, WISCONSIN
COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2010

	BALANCE 1/1/10	ADDITIONS	DEDUCTIONS	BALANCE 12/31/10
<u>Payroll Deductions</u>				
ASSETS				
Cash	\$ 446,017	\$ 126,514	\$ 176,684	\$ 395,847
Receivables-Other	11,280	73,805	68,503	16,582
TOTAL ASSETS	<u>\$ 457,297</u>	<u>\$ 200,319</u>	<u>\$ 245,187</u>	<u>\$ 412,429</u>
LIABILITIES				
Payroll Deductions	\$ 457,297	\$ 17,170,397	\$ 17,215,265	\$ 412,429
<u>Performance Bonds</u>				
ASSETS				
Cash and Investments	\$ 15,470	\$ 400	\$ 400	\$ 15,470
LIABILITIES				
Accounts Payable	\$ 15,470	\$ 200	\$ 200	\$ 15,470
<u>Property Tax</u>				
ASSETS				
Cash	\$ 5,307,130	\$ 18,523,314	\$ 18,425,974	\$ 5,404,470
Taxes Receivable	14,192,700	33,531,148	32,843,812	14,880,036
TOTAL ASSETS	<u>\$ 19,499,830</u>	<u>\$ 52,054,462</u>	<u>\$ 51,269,786</u>	<u>\$ 20,284,506</u>
LIABILITIES				
Accounts Payable	\$ 4,501	\$ 17,318	\$ 15,151	\$ 6,668
Due to Other Governments	19,495,329	33,527,493	32,744,984	20,277,838
TOTAL LIABILITIES	<u>\$ 19,499,830</u>	<u>\$ 33,544,811</u>	<u>\$ 32,760,135</u>	<u>\$ 20,284,506</u>
<u>State of Wisconsin</u>				
ASSETS				
Cash	\$ 884	\$ 3,050	\$ 2,692	\$ 1,242
LIABILITIES				
Due to Other Governments	\$ 884	\$ 11,377	\$ 11,019	\$ 1,242
<u>TOTAL - ALL AGENCY FUNDS</u>				
ASSETS				
Cash and Investments	\$ 5,769,501	\$ 18,653,278	\$ 18,605,750	\$ 5,817,029
Taxes Receivable	14,192,700	33,531,148	32,843,812	14,880,036
Receivables-Other	11,280	73,805	68,503	16,582
TOTAL ASSETS	<u>\$ 19,973,481</u>	<u>\$ 52,258,231</u>	<u>\$ 51,518,065</u>	<u>\$ 20,713,647</u>
LIABILITIES				
Accounts Payable	\$ 19,971	\$ 17,518	\$ 15,351	\$ 22,138
Payroll Deductions	457,297	17,170,397	17,215,265	412,429
Due to Other Governments	19,496,213	33,538,870	32,756,003	20,279,080
TOTAL LIABILITIES	<u>\$ 19,973,481</u>	<u>\$ 50,726,785</u>	<u>\$ 49,986,619</u>	<u>\$ 20,713,647</u>

**OTHER
REPORTS**



Hawkins, Ash, Baptie

& COMPANY, LLP

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

To the Common Council
City of Marshfield, Wisconsin

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of City of Marshfield, Wisconsin (City), as of and for the year ended December 31, 2010, which collectively comprise the City's basic financial statements and have issued our report thereon dated April 18, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the City in a separate letter dated April 18, 2011.

This report is intended solely for the information and use of management, City Council, others within the entity, and federal 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 18, 2011

STATISTICAL SECTION

This part of the City of Marshfield's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	98-103
Revenue Capacity <i>These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	104-107
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	108-112
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	113-114
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	115-117

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

CITY OF MARSHFIELD, WISCONSIN

NET ASSETS BY COMPONENT

Last Seven Fiscal Years

	2004	2005	2006	2007	2008	2009	2010
Governmental activities							
Invested in capital assets, net of related debt	\$ 35,956,355	\$ 38,526,738	\$ 38,517,647	\$ 40,985,589	\$ 49,359,157	\$ 48,640,592	\$ 51,905,874
Restricted	4,660,825	4,775,179	5,276,019	8,674,245	2,383,051	2,511,961	2,194,391
Unrestricted	1,214,633	774,524	3,675,874	2,868,674	3,347,412	8,540,862	5,899,831
Total governmental activities net assets	\$ 41,831,813	\$ 44,076,441	\$ 47,469,540	\$ 52,528,508	\$ 55,089,620	\$ 59,693,415	\$ 60,000,096
Business-type activities							
Invested in capital assets, net of related debt	\$ 58,589,971	\$ 58,351,590	\$ 56,130,553	\$ 62,317,775	\$ 66,060,210	\$ 64,834,285	\$ 73,465,761
Restricted	3,274,438	3,584,769	8,759,289	5,814,338	4,848,441	5,078,315	10,153,697
Unrestricted	2,954,795	5,344,061	7,740,297	7,144,509	9,443,954	13,367,865	3,001,171
Total business-type activities net assets	\$ 64,819,204	\$ 67,280,420	\$ 72,630,139	\$ 75,276,622	\$ 80,352,605	\$ 83,280,465	\$ 86,620,629
Primary government							
Invested in capital assets, net of related debt	\$ 94,546,326	\$ 96,878,328	\$ 94,648,200	\$ 103,303,364	\$ 115,419,367	\$ 113,474,877	\$ 125,371,635
Restricted	7,935,263	8,359,948	14,035,308	14,488,583	7,231,492	7,590,276	12,348,088
Unrestricted	4,169,428	6,118,585	11,416,171	10,013,183	12,791,366	21,908,727	8,901,002
Total primary government net assets	\$ 106,651,017	\$ 111,356,861	\$ 120,099,679	\$ 127,805,130	\$ 135,442,225	\$ 142,973,880	\$ 146,620,725

Note: The city began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

CITY OF MARSHFIELD, WISCONSIN
CHANGES IN NET ASSETS
 Last Seven Fiscal Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009	2010
EXPENSES							
Governmental activities:							
General government	\$ 2,595,656	\$ 2,636,409	\$ 2,837,959	\$ 3,003,721	\$ 3,229,005	\$ 3,230,673	\$ 3,260,294
Public safety	7,322,236	7,173,069	7,049,167	7,139,830	7,366,395	7,426,153	9,594,245
Public works	5,947,439	6,352,456	6,562,636	7,140,078	6,890,349	5,769,972	5,520,843
Health and human services	141,037	142,194	145,191	150,081	461,958	464,500	548,620
Conservation and development	760,017	1,073,530	806,118	3,400,317	3,136,079	3,333,826	3,399,249
Culture, recreation, and education	3,036,630	3,226,601	3,153,481	742,530	833,929	1,053,903	1,732,273
Interest on long-term debt	1,148,804	1,053,371	1,057,498	945,708	934,124	876,142	1,128,733
Total governmental activities expenses	20,951,819	21,657,630	21,612,050	22,522,265	22,651,839	22,155,169	25,184,257
Business-type activities:							
Electric	18,547,915	23,715,632	23,155,498	28,000,226	24,666,782	25,213,657	26,533,890
Water	2,087,770	2,198,361	2,243,908	2,526,510	2,483,984	2,678,088	3,021,251
Wastewater	3,199,915	3,405,692	3,524,068	3,618,360	3,691,492	3,707,471	3,866,213
EMS	717,343	763,000	774,251	858,601	875,909	955,215	1,104,934
Storm Water	560,026	4,888	-	-	-	-	-
Communications	-	21,241	30,818	24,702	28,707	35,527	44,606
Total business-type activities expenses	25,112,969	30,108,814	29,728,543	35,028,399	31,746,874	32,589,958	34,560,894
Total primary government expenses	\$ 46,064,788	\$ 51,766,444	\$ 51,340,593	\$ 57,550,664	\$ 54,398,713	\$ 54,745,127	\$ 59,745,151
PROGRAM REVENUES							
Governmental activities:							
Charges for services:							
General government	\$ 695,416	\$ 695,106	\$ 752,306	\$ 778,777	\$ 783,088	\$ 781,435	\$ 810,056
Public safety	211,929	231,776	241,567	315,359	319,526	267,262	253,590
Public works	172,209	208,158	148,087	249,416	133,232	186,980	64,430
Health and human services	110,797	133,911	113,364	137,203	132,075	119,720	134,968
Culture, recreation and education	255,956	272,042	286,341	304,686	317,457	323,267	320,980
Conservation and development	49,355	50,985	68,206	66,176	59,973	66,903	120,376
Operating grants and contributions	3,080,642	2,747,816	3,415,892	5,375,169	3,030,381	4,642,681	2,907,232
Total governmental activities program revenues	4,576,304	4,339,794	5,025,763	7,226,786	4,775,732	6,388,248	4,611,632
Business-type activities:							
Charges for services:							
Electric	19,708,028	24,339,873	24,326,967	28,623,244	26,470,222	26,080,435	29,380,427
Water	2,866,482	2,911,403	2,940,572	3,026,993	3,500,614	3,493,170	3,515,209
Wastewater	4,389,102	4,262,748	4,605,808	4,482,341	4,912,487	4,867,997	4,627,965
EMS	738,995	812,343	840,421	924,049	928,755	979,562	984,921
Storm Water	824	-	-	-	-	-	-
Communications	-	52,053	56,570	56,570	66,386	67,576	70,746
Operating grants and contributions	1,212,103	790,859	2,687,493	729,069	818,916	607,705	432,654
Total business-type activities program revenues	28,915,534	33,169,279	35,457,831	37,842,266	36,687,380	36,096,445	39,011,922
Total primary government program revenues	\$ 33,491,838	\$ 37,509,073	\$ 40,483,594	\$ 45,069,052	\$ 41,473,112	\$ 42,484,693	\$ 43,623,554

	2004	2005	2006	2007	2008	2009	2010
NET (EXPENSE)/REVENUE							
Governmental activities	\$ (16,375,515)	\$ (17,317,836)	\$ (16,586,287)	\$ (15,295,479)	\$ (17,876,107)	\$ (15,766,921)	\$ (20,572,625)
Business-type activities:	3,802,565	3,060,465	5,729,288	2,813,867	4,950,506	3,506,487	4,451,028
Total primary government net expense	\$ (12,572,950)	\$ (14,257,371)	\$ (10,856,999)	\$ (12,481,612)	\$ (12,925,601)	\$ (12,260,434)	\$ (16,121,597)
GENERAL REVENUES AND OTHER							
CHANGES IN NET ASSETS							
Governmental activities:							
Taxes							
Property taxes	\$ 8,830,158	\$ 11,281,224	\$ 11,853,933	\$ 11,983,483	\$ 12,152,349	\$ 12,426,456	\$ 12,568,324
Public accommodation taxes	239,137	266,823	268,552	298,206	310,200	272,087	267,453
Other taxes	530,723	120,524	120,326	121,963	125,787	128,671	134,724
State shared revenues	5,253,370	5,451,033	5,677,253	5,796,398	5,758,678	5,669,086	5,577,595
Interest and investment income	383,312	424,609	563,694	654,187	519,600	177,816	202,382
Miscellaneous	205,033	237,137	109,476	170,885	195,002	222,511	342,746
Transfers	1,288,753	1,274,792	1,386,151	1,329,331	1,375,603	1,474,088	1,798,654
Total governmental activities	16,730,486	19,056,142	19,979,385	20,354,453	20,437,219	20,370,715	20,891,878
Business-type activities:							
Investment earnings	467,150	675,541	1,006,583	1,161,950	1,525,548	903,486	695,273
Property Taxes	667,478	-	-	-	-	-	-
Gain (loss) on disposal of capital assets	15,998	-	-	-	(24,468)	(8,026)	(6,873)
Transfers	(1,288,753)	(1,274,792)	(1,386,151)	(1,329,331)	(1,375,603)	(1,474,088)	(1,794,421)
Total business-type activities	(138,127)	(599,251)	(379,568)	(167,381)	125,477	(578,628)	(1,106,021)
Total primary government	\$ 16,592,359	\$ 18,456,891	\$ 19,599,817	\$ 20,187,072	\$ 20,562,696	\$ 19,792,087	\$ 19,785,857
CHANGE IN NET ASSETS							
Governmental activities	\$ 354,971	\$ 1,738,306	\$ 3,393,098	\$ 5,058,974	\$ 2,561,112	\$ 4,603,794	\$ 319,253
Business-type activities	3,664,438	2,461,214	5,349,720	2,646,486	5,075,983	2,927,859	3,345,007
Total primary government	\$ 4,019,409	\$ 4,199,520	\$ 8,742,818	\$ 7,705,460	\$ 7,637,095	\$ 7,531,653	\$ 3,664,260

Note: The city began to report accrual information when it implemented GASB Statement 34 in fiscal year 2003.

CITY OF MARSHFIELD, WISCONSIN
FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 118,412	\$ 104,686	\$ 27,492	\$ 6,632
Unreserved, designated	14,152	62,047	743,835	611,885	534,326	545,491	416,491	353,590	426,747	366,633
Unreserved, undesignated	6,775,134	7,103,998	6,262,681	5,894,481	5,488,251	6,278,496	6,569,455	6,455,755	6,530,492	7,366,688
Total general fund	\$ 6,789,286	\$ 7,166,045	\$ 7,006,516	\$ 6,506,366	\$ 6,022,577	\$ 6,823,987	\$ 7,104,358	\$ 6,914,031	\$ 6,984,731	\$ 7,739,953
All Other Governmental Funds										
Reserved	\$ 1,449,406	\$ 2,745,609	\$ 5,303,977	\$ 3,470,220	\$ 3,628,440	\$ 5,276,720	\$ 4,650,695	\$ 2,383,051	\$ 5,851,366	\$ 2,187,759
Unreserved, designated, reported in:										
Special revenue	2,237,568	2,234,959	1,395,127	1,253,986	860,535	710,040	782,896	1,230,321	705,125	158,187
Capital projects funds	786,889	(520,433)	82,040	138,469	155,148	536,598	739,459	1,569,584	1,178,070	-
Unreserved, undesignated, reported in:										
Special revenue	-	-	-	-	(1,341)	(10)	(839)	22,986	98,432	80,880
Capital projects funds	-	-	(3,312,584)	(3,851,838)	(3,716,620)	(3,748,977)	(3,256,495)	(3,710,977)	(2,611,601)	(3,724,008)
Total all other governmental funds	\$ 4,473,863	\$ 4,460,135	\$ 3,468,560	\$ 1,010,837	\$ 926,162	\$ 2,774,371	\$ 2,915,716	\$ 1,494,965	\$ 5,221,392	\$ (1,297,182)

CITY OF MARSHFIELD, WISCONSIN
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
REVENUES										
Taxes	\$ 10,243,472	\$ 10,403,778	\$ 10,741,755	\$ 9,600,828	\$ 11,669,225	\$ 12,244,384	\$ 12,404,111	\$ 12,589,794	\$ 12,828,566	\$ 12,972,357
Intergovernmental	7,874,637	7,647,193	8,141,905	8,007,428	7,829,179	8,178,745	9,778,939	8,325,247	8,426,325	8,264,185
Licenses and permits	236,640	310,263	358,391	349,784	361,741	359,464	386,347	382,488	367,784	381,728
Fines and forfeitures	145,582	146,385	144,742	115,939	115,089	111,511	134,092	141,603	125,395	115,316
Charges for services	1,193,945	482,938	803,893	767,002	841,483	827,243	1,008,067	897,936	908,681	848,648
Intergovernmental charges for services	313,384	148,892	-	-	-	-	-	-	-	-
Special assessments	642,856	897,754	415,819	430,340	183,661	451,081	416,277	433,610	545,014	331,540
Other revenues	1,102,686	1,099,489	902,342	861,698	1,271,942	1,009,631	2,220,057	1,094,169	2,149,237	1,066,060
Total revenues	21,753,202	21,136,692	21,508,847	20,133,019	22,272,320	23,182,059	26,347,890	23,864,847	25,351,002	23,979,834
EXPENDITURES										
General government	2,187,983	2,222,403	2,422,536	2,433,613	2,698,149	2,656,891	2,886,509	3,023,589	3,082,462	3,161,276
Public safety	7,071,984	6,622,689	6,943,438	7,143,411	7,224,417	6,842,836	6,891,604	7,126,431	7,378,977	7,789,667
Health and human services	122,510	123,881	129,354	132,291	136,288	140,662	149,944	165,838	159,155	228,534
Conservation and development	427,283	994,550	533,726	581,582	986,771	806,118	721,646	797,444	840,193	1,346,945
Other public works	4,554,929	4,236,289	4,753,033	4,897,077	5,275,205	5,063,692	5,733,327	6,087,393	6,034,196	5,163,379
Culture and recreation	2,512,465	2,546,139	2,669,165	2,742,275	2,934,345	2,884,804	3,057,845	3,119,227	3,167,467	3,438,803
Capital outlay	4,486,704	6,262,207	5,101,971	3,571,624	4,079,773	4,149,499	5,533,825	2,530,625	7,957,509	8,374,827
Debt service										
Interest	982,748	1,024,139	1,249,186	1,140,562	993,236	1,039,318	932,975	914,459	817,643	1,061,260
Principal	2,084,571	2,104,869	5,735,630	4,311,821	2,824,211	5,955,762	3,202,824	3,176,322	3,122,619	2,921,135
Total expenditures	24,431,177	26,077,166	29,538,039	26,954,256	27,152,375	29,539,582	29,110,499	26,941,328	32,560,221	33,486,026
Excess of revenues over (under) expenditures	(2,677,975)	(4,940,474)	(8,029,192)	(6,821,237)	(4,880,055)	(6,357,523)	(2,762,609)	(3,076,481)	(7,209,219)	(9,506,192)

CITY OF MARSHFIELD, WISCONSIN
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
OTHER FINANCING SOURCES (USES)										
Long-term debt issued	\$ 3,684,678	\$ 4,294,055	\$ 5,640,000	\$ 2,574,610	\$ 3,036,799	\$ 4,685,000	\$ 1,855,000	\$ 89,800	\$ 9,516,560	\$ 3,300,000
Refunding bonds issued	-	-	2,050,000	1,320,000	-	2,935,989	-	-	2,635,000	706,717
Payment of refunded debt	-	-	(1,955,000)	(1,320,000)	-	-	-	-	(2,635,000)	(2,049,957)
Sales of general fixed assets	-	-	-	-	-	-	-	-	15,695	-
Transfers in	1,137,043	2,000,109	1,896,037	1,588,433	1,142,862	1,063,913	3,878,900	3,145,115	1,424,337	1,322,191
Transfers in (out) - proprietary fund	388,731	1,006,143	1,003,634	1,288,753	1,274,792	1,386,151	1,329,331	1,375,603	1,474,089	3,137,661
Transfers in-nonexpendable trust fund	5,637	3,306	2,445	2,910	-	-	-	-	-	-
Transfers out	(1,137,043)	(2,000,109)	(1,898,482)	(1,591,343)	(1,142,862)	(1,063,913)	(3,878,900)	(3,145,115)	(1,424,337)	(2,661,198)
Total other financing sources (uses)	4,079,046	5,303,504	6,738,634	3,863,363	4,311,591	9,007,140	3,184,331	1,465,403	11,006,344	3,755,414
Net change in fund balances	\$ 1,401,071	\$ 363,030	\$ (1,290,558)	\$ (2,957,874)	\$ (568,464)	\$ 2,649,617	\$ 421,722	\$ (1,611,078)	\$ 3,797,125	\$ (5,750,778)
Capital outlay, reported above	\$ 4,486,704	\$ 6,262,207	\$ 5,101,971	\$ 3,571,624	\$ 4,079,773	\$ 4,149,499	\$ 5,533,825	\$ 2,530,625	\$ 7,957,509	\$ 8,374,827
Items capitalized not recorded as capital outlay (items not capitalized)	-	-	(1,958,459)	(241,915)	142,425	(177,574)	(160,943)	522,999	(1,838,981)	3,126,626
Acquisition and construction of capital asset	\$ 4,486,704	\$ 6,262,207	\$ 3,143,512	\$ 3,329,709	\$ 4,222,198	\$ 3,971,925	\$ 5,372,882	\$ 3,053,624	\$ 6,118,528	\$ 11,501,453
Debt service as a percentage of noncapital expenditures	15.4%	15.8%	26.5%	23.1%	16.6%	27.4%	17.4%	17.1%	14.9%	18.1%

CITY OF MARSHFIELD, WISCONSIN
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 Last Ten Fiscal Years

Fiscal Year	Residential Property	Commercial Property	Manufacturing Property	Agriculture / Forest / Swamp Property	Personal Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2001	\$ 480,887,400	\$ 220,589,900	\$ 37,036,900	\$ 842,500	\$ 45,873,120	\$ 785,229,820	11.15	\$ 848,073,700	92.590%
2002	489,852,300	229,220,200	38,895,500	808,700	48,477,470	807,254,170	11.13	904,114,500	89.287%
2003	612,233,000	280,551,000	48,784,000	1,631,700	53,460,110	996,659,810	9.25	949,867,000	104.926%
2004	628,093,200	378,241,400	46,835,100	1,671,700	72,037,230	1,126,878,630	9.73	1,133,407,900	99.424%
2005	638,215,400	389,356,100	47,212,200	1,572,800	64,347,180	1,140,703,680	9.91	1,179,819,200	96.685%
2006	656,364,000	388,587,000	43,050,900	1,581,700	64,059,890	1,153,643,490	9.91	1,240,171,500	93.023%
2007	662,646,600	395,293,800	41,810,400	1,634,800	67,965,810	1,169,351,410	9.87	1,282,755,200	91.159%
2008	669,688,800	413,906,200	41,306,300	1,568,100	68,327,430	1,194,796,830	9.87	1,329,959,000	89.837%
2009	674,928,600	429,442,500	41,040,400	1,488,400	57,468,880	1,204,368,780	9.86	1,333,749,900	90.299%
2010	772,419,000	476,651,000	43,076,300	1,168,300	59,363,440	1,352,678,040	8.96	1,332,746,600	101.496%

Source: City of Marshfield Assessor's Office and Finance Department.

Notes: Taxable property within the City is reassessed once every four years on average. The City is required under section 70.05(5)(d) Wis. stats. to maintain assessed values within 10% of equalized (full) value. Estimated actual taxable (full) value is calculated by dividing taxable assessed value by those percentages. Tax rates are per \$1,000 of assessed value.

CITY OF MARSHFIELD, WISCONSIN
DIRECT AND OVERLAPPING PROPERTY TAX RATES
 Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

Fiscal Year	City Direct Tax Rate	Overlapping Rates											
		Marshfield			Mid-State			Marshfield			Mid-State		
		Wood County	School District - Wood	State of Wisconsin - Wood	Technical College - Wood	Technical College - Wood	Marathon County	School District - Marathon	State of Wisconsin - Wood	Technical College - Wood	Technical College - Marathon	School District - Marathon	State of Wisconsin - Marathon
2001	\$ 11.15	6.13	8.47	1.77	1.77	6.32	8.95	0.22	1.77	6.32	8.95	1.87	0.23
2002	11.13	6.45	8.94	1.85	1.85	5.62	7.98	0.23	1.85	5.62	7.98	1.65	0.20
2003	9.25	4.61	7.81	1.56	1.56	5.10	7.71	0.19	1.56	5.10	7.71	1.54	0.19
2004	9.73	4.85	7.20	1.59	1.59	5.41	7.29	0.20	1.59	5.41	7.29	1.61	0.20
2005	9.91	5.12	7.21	1.60	1.60	5.39	7.16	0.19	1.60	5.39	7.16	1.59	0.19
2006	9.91	5.18	7.78	1.62	1.62	5.25	7.54	0.19	1.62	5.25	7.54	1.57	0.18
2007	9.87	5.26	7.46	1.62	1.62	5.31	7.28	0.19	1.62	5.31	7.28	1.58	0.18
2008	9.87	5.24	8.84	1.65	1.65	5.12	8.51	0.19	1.65	5.12	8.51	1.59	0.18
2009	9.86	5.21	9.64	1.70	1.70	5.15	9.41	0.19	1.70	5.15	9.41	1.66	0.18
2010	8.96	4.64	9.64	1.62	1.62	4.61	8.95	0.18	1.62	4.61	8.95	1.59	0.16

Source: City of Marshfield Assessor's Office and Finance Department.

Notes: Overlapping rates presented are those applied to taxable property within the City of Marshfield based on the County the property is located in. The majority of the City is located in Wood County.

CITY OF MARSHFIELD, WISCONSIN
PRINCIPAL PROPERTY TAX PAYERS
 Current Year and Nine Years Ago

	2010			2002		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
<u>Type of Business</u>						
Healthcare	\$ 132,456,410	1	9.79%			
Retail Sales Development	17,558,780	2	1.30%	20,246,920	1	2.51%
Home Improvement Retail	15,335,460	3	1.13%	9,565,010	5	1.18%
Auto / Heavy Truck Sales & Service	12,083,860	4	0.89%	7,934,280	7	0.98%
Residential / Commercial Construction	11,083,280	5	0.82%			
Grocery / Office Products / Apartments	10,854,620	6	0.80%	8,111,610	6	1.00%
Wood Doors / Molded Products Manufacturer	10,330,400	7	0.76%	11,025,500	2	1.37%
Apartment Complexes	10,329,960	8	0.76%	10,796,970	3	1.34%
Health Insurance	7,585,650	9	0.56%			
Grocery / Strip Mall / Office Suites	6,978,670	10	0.52%			
Shopping Mall	-		-	9,610,970	4	1.19%
Mail Order Gift Distributor	-		-	6,885,080	8	0.85%
Modular Homes, Building Materials	-		-	6,167,500	9	0.76%
Nursing Home	-		-	5,814,820	10	0.72%
Total	\$ 234,597,090		17.33%	\$ 96,158,660		11.90%
Total 2010 Assessed Value	\$ 1,352,678,040					

Source: City of Marshfield Assessor's Office and Finance Department

CITY OF MARSHFIELD, WISCONSIN
PROPERTY TAX LEVIES AND COLLECTIONS
 Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2001	\$ 8,875,473	\$ 8,835,859	99.6%	\$ 34,266	\$ 8,870,125	99.9%
2002	9,166,634	9,108,186	99.4%	33,476	9,141,662	99.7%
2003	9,432,927	9,379,880	99.4%	54,321	9,434,201	100.0%
2004	11,201,144	11,143,098	99.5%	52,966	11,196,064	100.0%
2005	11,766,379	11,746,602	99.8%	25,283	11,771,885	100.0%
2006	11,946,878	11,926,714	99.8%	19,369	11,946,083	100.0%
2007	12,069,068	12,036,907	99.7%	24,904	12,061,811	99.9%
2008	12,366,755	12,325,459	99.7%	38,500	12,363,959	100.0%
2009	12,512,424	12,460,027	99.6%	41,228	12,501,255	99.9%
2010	12,847,458	12,786,813	99.5%	60,501	12,847,314	100.0%

Source: City of Marshfield Finance Department.

CITY OF MARSHFIELD, WISCONSIN
RATIOS OF NET OUTSTANDING DEBT BY TYPE
 Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	Population	Personal Income	General Obligation Notes & Bonds	State Trust Fund Loans	Less Debt Service Fund	Net General Obligation Debt	Mortgage Revenue Bonds	Capital Leases			
2001	18,887	\$ 2,175,182	\$ 18,786,134	\$ 2,061,342	\$ 42,338	\$ 20,805,138	\$ 26,288,824	-	\$ 47,093,962	2.17%	2,493
2002	18,908	2,262,547	20,959,323	2,244,491	1,408,179	21,795,635	26,256,098	-	48,051,733	2.12%	2,541
2003	18,861	2,368,525	23,347,345	2,812,889	1,406,548	24,753,686	26,295,117	169,402	51,218,205	2.16%	2,716
2004	19,012	2,442,744	24,280,183	-	3,411	24,276,772	24,650,673	127,051	49,054,496	2.01%	2,580
2005	19,258	2,478,222	24,352,815	-	5,490	24,347,325	24,686,147	84,700	49,118,172	1.98%	2,551
2006	19,420	2,593,539	25,710,226	155,000	39,505	25,825,721	25,965,713	42,350	51,833,784	2.00%	2,669
2007	19,346	2,734,432	24,180,000	155,000	1,887,738	22,447,262	27,928,514	-	50,375,776	1.84%	2,604
2008	19,454	2,810,796	20,895,000	211,261	24,829	21,081,432	60,423,676	-	81,505,108	2.90%	4,190
2009	19,413	2,810,796	27,065,000	261,152	177,734	27,148,418	63,175,296	-	90,323,714	3.21%	4,653
2010	19,451	2,810,796	27,370,000	205,303	220,714	27,354,589	64,087,449	-	91,442,038	3.25%	4,701

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

Sources: Personal Income information from Department of Commerce Bureau of Economic Analysis for Marshfield-WI Rapids, WI Metropolitan SA, web-site address:

<http://www.bea.gov/regional/rels>

These ratios are calculated using personal income and population for the prior calendar year. Personal Income information for 2008 and 2009 had not been released at the time of preparing this schedule, so the most recent amount was entered.

CITY OF MARSHFIELD, WISCONSIN
RATIOS OF NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING
 Last Ten Fiscal Years

Fiscal Year	Population	Assessed Value	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
			General Obligation Bonds	Less Debt Service Fund	Net General Bonded Debt		
2001	18,887	\$ 785,229,820	\$ 20,847,476	\$ 42,338	\$ 20,805,138	2.65%	1,102
2002	18,908	807,254,170	23,203,814	1,408,179	21,795,635	2.70%	1,153
2003	18,861	996,680,310	26,160,234	1,406,548	24,753,686	2.48%	1,312
2004	19,012	1,126,878,630	24,280,183	3,411	24,276,772	2.15%	1,277
2005	19,258	1,140,703,680	24,352,815	5,490	24,347,325	2.13%	1,264
2006	19,420	1,153,643,490	25,865,226	39,505	25,825,721	2.24%	1,330
2007	19,346	1,169,351,410	24,335,000	1,887,738	22,447,262	1.92%	1,160
2008	19,454	1,194,796,830	21,106,261	24,829	21,081,432	1.76%	1,084
2009	19,413	1,204,368,780	27,326,152	177,734	27,148,418	2.25%	1,398
2010	19,451	1,352,678,040	27,575,303	220,714	27,354,589	2.02%	1,406

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

CITY OF MARSHFIELD, WISCONSIN
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
DECEMBER 31, 2010

<u>Governmental Unit</u>	<u>Net General Obligation Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Debt repaid with property taxes			
Wood County	\$ 1,337,690	25.75%	\$ 344,455
Marathon County	10,930,082	1.00%	109,301
School District of Marshfield	22,355,328	65.80%	14,709,806
Mid-State Technical College	24,030,000	10.26%	<u>2,465,478</u>
Subtotal, overlapping debt			17,629,040
City direct debt			<u>27,354,589</u>
Total direct and overlapping debt			<u><u>\$ 44,983,629</u></u>

Note: (1) Estimated Percentage Applicable represents the portion of debt allocated to the City of Marshfield based on its' percentage of Equalized Value to the total for the reporting governmental unit.

CITY OF MARSHFIELD, WISCONSIN
PLEGGED-REVENUE COVERAGE
 Last Ten Fiscal Years

Fiscal Year	Utility Revenue Bonds						Coverage
	Utility Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service		Interest (3)	
				Principal (3)(4)			
2001	\$ 23,562,489	\$ 17,098,854	\$ 6,463,635	\$ 1,221,805	\$	904,176	3.04
2002	23,535,764	16,901,842	6,633,922	1,442,490		841,355	2.90
2003	25,401,785	18,879,185	6,522,600	1,467,434		845,664	2.82
2004	27,179,689	20,081,297	7,098,392	1,644,445		814,549	2.89
2005	32,171,818	25,441,179	6,730,639	1,704,524		798,304	2.69
2006	32,675,589	24,819,872	7,855,717	1,840,434		783,260	2.99
2007	37,348,078	29,812,581	7,535,497	1,947,198		852,830	2.69
2008	36,334,198	26,556,716	9,777,482	2,109,838		869,787	3.28
2009	35,412,649	27,054,997	8,357,652	1,748,380		2,313,716	2.06
2010	38,289,596	29,206,423	9,083,173	2,012,848		2,470,485	2.03

NOTE: Emergency Medical Services Enterprise fund added in 2002 not included in totals as it has no debt service requirements.

(1) Total revenues (including interest) per financial statements

(2) Total operating expenses exclusive of depreciation per financial statements

(3) 2008 Debt Service does not include \$2,400,000 in principal related to debt refinancing and capitalized interest associated with Bond Anticipation Notes.

(4) 2010 Debt Service does not include \$35,165,000 in principal related to debt refinancing associated with Bond Anticipation Notes.

CITY OF MARSHFIELD, WISCONSIN
DEMOGRAPHIC AND ECONOMIC STATISTICS
 Last Ten Calendar Years

Calendar Year	Population	Personal Income		Per Capita Personal Income	School Enrollment	Unemployment Rate
		Personal Income	Personal Income			
2001	18,887	\$	2,175,182	\$ 28,865	4,110	3.6%
2002	18,908		2,262,547	30,122	4,038	4.3%
2003	18,861		2,368,525	31,620	4,060	5.3%
2004	19,012		2,442,744	32,661	3,955	5.0%
2005	19,258		2,478,222	33,267	4,086	5.0%
2006	19,420		2,593,539	35,038	4,061	4.8%
2007	19,346		2,734,432	37,038	4,057	4.9%
2008	19,454		2,810,796	38,066	4,094	6.4%
2009	19,413		2,810,796	38,066	4,084	8.7%
2010	19,451		2,810,796	38,066	4,053	7.1%

Sources: Personal Income & Per Capita Personal Income from Department of Commerce Bureau of Economic Analysis for Marshfield - WI Rapids, WI Metropolitan SA, web-site address: <http://www.bea.gov/regional/reis>

Personal Income and Per Capita Personal information for 2009 and 2010 had not been released at the time of preparing this schedule, so the most recent amount was entered.

Unemployment Rate from Wisconsin's Worknet web-site address: <http://www.worknet.wisconsin.gov/worknet>

CITY OF MARSHFIELD, WISCONSIN
PRINCIPAL EMPLOYERS
 Current Year and Nine Years Ago

	2010			2002		
	Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total
<u>Employer</u>						
Marshfield Clinic	4,148	1	41.2%	3,116	1	28.5%
Roehl Transport, Inc.	2,003	2	19.9%	1,550	3	14.2%
Saint Joseph's Hospital	1,645	3	16.4%	2,584	2	23.7%
Marshfield Door Systems	570	4	5.7%	904	4	8.3%
De Boer Transportation, Inc.	405	5	4.0%	660	6	6.0%
Land O' Lakes	385	6	3.8%	500	7	4.6%
A&B Processing Corp	278	7	2.8%			
V&H Heavy Truck	225	8	2.2%			
Figi's Inc.	200	9	2.0%	300	9	2.7%
Felkers Bros. Corp	200	10	2.0%			
Wick Building Systems				705	5	6.5%
V&H Inc.				325	8	3.0%
Flemming Companies				280	10	2.6%
Total	10,059			10,924		

Source: Marshfield Area Chamber of Commerce and Industry

CITY OF MARSHFIELD, WISCONSIN
FULL TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION / PROGRAM
 Last Ten Fiscal Years

Function / Program	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government										
Mayor	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20
Administrator / Human Resources	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Assessor	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Clerk	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Finance / Treasurer	7.60	6.60	6.60	6.30	5.30	5.30	5.30	5.30	5.30	5.30
Information Systems	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Municipal Court	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75
Public Safety										
Police	53.00	53.00	53.00	53.00	53.00	53.00	45.00	45.00	46.00	47.00
Fire and Rescue	34.00	28.00	27.30	27.30	27.30	27.30	27.30	27.30	28.30	28.30
Emergency Medical Services	0.00	7.00	7.70	7.70	7.70	7.70	7.70	7.70	9.70	9.70
Building Services and Inspection	7.00	7.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	5.00
Public Works										
Public Works Administration	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Engineering	6.00	6.00	6.00	6.00	6.00	6.00	6.00	5.00	5.00	5.00
Street Services	35.00	35.00	35.00	35.00	34.00	34.00	34.00	31.00	31.00	31.00
Wastewater Utility	10.50	10.50	10.50	10.50	10.50	10.50	10.50	10.50	10.50	10.50
Health and Human Services										
Cemetery	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Culture, Recreation and Education										
Library	19.00	20.33	19.30	19.23	19.48	19.48	19.48	19.48	19.48	19.48
Parks and Recreation	11.00	11.00	12.00	11.00	11.00	11.00	11.00	11.00	11.00	10.00
Conservation and Development										
Planning and Economic Development	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Total	203.05	204.38	204.35	202.98	201.23	201.23	193.23	189.23	193.23	192.23

Source: City Administrator's Office.

CITY OF MARSHFIELD, WISCONSIN
OPERATING INDICATORS BY FUNCTION / PROGRAM
 Last Ten Fiscal Years

<u>Function / Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
General Government										
Building Services and Inspection										
Permits issued	1,138	1,284	1,259	1,193	1,077	1,119	1,004	927	874	915
Finance										
Pet licences issued	1,769	1,607	1,758	1,769	1,744	1,598	1,618	1,500	1,511	1,484
W-2 employees	546	544	541	554	537	483	446	473	461	465
Public Safety										
Police										
Number of Arrests / Citations / Warnings	3,546	3,548	9,394	8,195	7,619	8,768	7,467	7,489	9,685	8,816
Fire and Rescue										
Number of call responses	336	311	289	212	254	199	214	207	242	238
Number of inspections conducted	2,106	2,156	2,183	2,186	2,331	2,355	2,636	2,388	2,463	2,576
Emergency Medical Services										
Number of trips	1,951	2,071	2,003	2,045	2,202	2,282	2,454	2,394	2,379	2,347
Public Works										
Wastewater Utility										
Monthly Average Service Connections	7,400	7,631	7,631	7,631	7,781	8,015	8,112	8,144	8,076	8,038
Daily Average Treatment in Gallons	2,600,000	3,600,000	3,300,000	3,300,000	2,700,000	2,570,000	2,966,000	3,241,000	3,050,000	3,412,000
Water Utility										
Service Connections	7,392	7,429	7,433	7,433	7,599	7,662	7,695	7,747	7,747	7,724
Daily Average Consumption in Gallons	1,937,315	1,918,443	1,918,443	1,865,923	1,904,019	1,867,000	1,847,000	1,826,907	1,728,537	1,686,945

CITY OF MARSHFIELD, WISCONSIN
CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM
 Last Ten Fiscal Years

<u>Function / Program</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Public Safety										
Police										
Number of Stations	1	1	1	1	1	1	1	1	1	1
Number of enforcement units	16	16	16	16	16	16	16	16	16	20
Fire and Rescue										
Number of Stations	1	1	1	1	1	1	1	1	1	1
Emergency Medical Services										
Number of Ambulances	4	4	4	4	4	4	4	4	4	4
Public Works										
Street Services										
Miles of Streets	133	133	135	135	138	138	138	140	140	141
Number of Street Lights	1,266	1,282	1,340	1,408	1,874	1,985	1,989	1,994	2,065	2,042
Miles of Storm Sewers	60	65	69	69	74	75	75	78	79	79
Wastewater Utility										
Miles of Sanitary Sewer	130	130	130	130	133	133	133	138	139	140
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Maximum daily capacity of treatment plant in gallons	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000
Water Utility										
Miles of Water Mains	133	133	133	133	136	141	141	138	139	138
Number of treatment plants	1	1	1	1	1	1	1	1	1	3
Number of fire hydrants	797	806	823	842	844	892	892	910	910	915
Maximum daily capacity of plant in gallons	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000	5,620,000
Culture, Recreation and Education										
Parks and Recreation										
Community Centers	1	1	1	1	2	2	2	2	2	2
Parks	18	18	19	19	19	20	20	20	20	19
Park acreage	323	350	380	380	389	421	421	421	421	393
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Tennis/raquetball courts										
outdoor lighted	18	18	18	18	18	18	18	18	18	26
indoor tennis	1	1	1	1	1	1	1	1	1	1
racquetball	1	1	1	1	1	1	1	1	1	1
Zoos	1	1	1	1	1	1	1	1	1	1