

**City of Marshfield, Wisconsin**

**Comprehensive  
ANNUAL REPORT  
Financial**



**Including Auditors' Report  
for the fiscal year ended  
December 31, 2012**

**CITY OF MARSHFIELD, WISCONSIN  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2012**

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

**ON THE COVER: EAST 29<sup>th</sup> STREET (YELLOWSTONE DRIVE) RECONSTRUCTION**

Reconstruction of East 29<sup>th</sup> Street (formerly Yellowstone Drive) from Galvin Avenue to the East City limits was completed in 2012 as part of a development agreement for a project within TIF #7 (Yellowstone Industrial Park). Work included concrete pavement with curb & gutter, realignment of the intersection with Galvin Avenue, extension of sanitary sewer, storm sewer and water service as well construction of a bike trail. The project was part of TIF #7 infrastructure improvement plans and will serve as the primary access to Yellowstone Industrial Park.

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**INTRODUCTORY  
SECTION**

City of Marshfield  
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April 23, 2013

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, 2012, 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, 2012 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, 2012, 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.

With an estimated 2012 population of 19,061, 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 20<sup>th</sup> 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.

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. Under an organizational plan approved in 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. The City Administrator is responsible for certain departments including Finance, Technology, Public Works, Parks/Recreation, Planning/Economic Development and Cemetery.

The city provides a full range of services including police/fire protection; sanitation services; construction/maintenance of highways, streets and other infrastructure; planning/economic development; 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 city employs 191 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. Community investments in related infrastructure, facilities, equipment and personnel resulted in the City of Marshfield ISO insurance rating improving from class 4 to class 3 in 2012.

The City Administrator annually prepares and presents an executive budget recommendation to the Mayor and Common Council. All departments of the City of Marshfield are required to submit budget requests for the following fiscal year to the Finance Department by August 1st. 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 end 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) – 4,118
- Roehl Transport, Inc. (Transportation) – 2,544
- Saint Joseph's Hospital (Healthcare) – 2,100
- Marshfield Door Systems, Inc.(Door Manufacturing) - 524
- deBoer, Inc. (Transportation) – 400
- Land O' Lakes (Processed Cheese) – 360
- A&B Process Systems Corp (Process Flow Systems) - 345
- V&H Heavy Trucks, Inc. (Truck Sales/Service/Leasing) – 215
- Fig's Inc.(Mail Order Cheese, Sausage & Gifts) – 200+ (3,000 seasonal)
- Felker Bros. Corp (Stainless Steel Fabrication). – 185
- H&S Manufacturing Co. Inc. (Farm Equipment Manufacturer) – 149
- Wisconsin Homes (Manufactured Housing) – 130
- Bethel Center (Nursing Home) - 120
- Weinbrenner Shoe Co. (Footwear Manufacturer) – 120
- Nelson Jameson (Dairy/Food Processing Systems) - 118

Marshfield Clinic, founded in 1916, is Wisconsin's most comprehensive health care system with 770 physician specialists representing almost 90 medical specialties, serving patients in Marshfield and more than 50 locations in 40 communities in Wisconsin. Marshfield Clinic system employs nearly 8,300. There were over 4.0 million patient encounters in 2011.

Ministry 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 region. It provides health care, including all major medical and surgical specialties and subspecialties, to a service area including Wisconsin and Upper Michigan. 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. The hospital was also certified as a Primary Stroke Center for pediatric, adolescent and adult patients.

Marshfield Clinic Research Foundation (MCRF), is the Research Division of Marshfield clinic that was founded in 1959. It has grown into the largest private medical research foundation in the state and among the largest in the nation with a staff of 181, including 30 PhD and MD scientists. Approximately 400 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. Marshfield Labs has established separate service lines for forensic toxicology, food safety and veterinary medicine with clients across the nation.

Security Health Plan is a medically driven health maintenance organization sponsored by Marshfield Clinic. Founded in 1971 as the Greater Marshfield Community Health Plan, the Plan became Security Health Plan in 1986 and now serves more than 200,000 residents in 32 counties of northern, western and central Wisconsin. Security Health Plan is one of only nine plans across the nation to hold a 5-star rating, the highest possible, for 2011 and 2012 from the Centers for Medicare and Medicaid Services for its Advocare Medicare Advantage plans.

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 2,900. 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 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 limited improvement over the past twelve months. The Wood County unemployment rate decreased from 7.7% for 2011 to 7.2% for 2012, lower than the nation at 8.1% and higher than the state at 6.9%. Total Wood County employment expanded in 2012 with an increase in employment by 95 in comparison with 2011.

Marshfield's businesses continued growth in 2012 with the addition of 9 new buildings valued at \$6,433,818. Additionally, 108 businesses remodeled and/or expanded existing facilities valued at \$12,736,388. The city experienced an increased level of residential housing starts in 2012 of 14 valued at \$2,581,000 compared to 8 in 2011.

The city is positioned to experience increased development as a result of:

- Completion of the new Veteran's Parkway / State Highway 13 in 2003
- Completion of infrastructure construction in Mill Creek Business Park in 2003
- Improvements completed to State Highway 13 on the north end of the city in 2005
- 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 2011
- Expansion of U.S. Highway 10 to four-lanes from Stevens Point to Marshfield completed in late 2012

**Long-term Financial Planning:** 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. This plan is updated annually as the first step of the annual budget development process. Annually during the CIP development process, a review of the City's debt status and TIF projections is also completed. The annual budget serves as the foundation for the City of Marshfield's financial planning and control which includes 5-years of historical data and projections.

**Retirement Program:** All eligible City of Marshfield employees participate in the Wisconsin Retirement System (WRS), a cost-sharing, multiple-employer, defined benefit public employee retirement system (PERS). Additional details regarding this are presented in Note 9 – Defined Benefit Pension Plans in the Notes to Financial Statements.

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

- \$5,440,000 general obligation promissory notes to fund various infrastructure projects and refinance certain existing debt
- \$475,000 taxable general obligation promissory notes to refinance certain existing debt
- \$400,000 state trust fund loan to fund various fairgrounds improvements

The city has continually maintained a "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, 2012, the city's net general obligation debt of \$32,410,876 was well below the legal limit of \$68,264,615. Net bonded debt per capita equaled \$1,700. The city adheres to an aggressive repayment policy with approximately 82.6% of principal retired 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

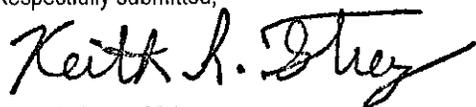
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Marshfield for its comprehensive annual financial report for the fiscal year ended December 31, 2011. This was the eighteenth consecutive 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.

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

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Marshfield  
Wisconsin

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2011

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



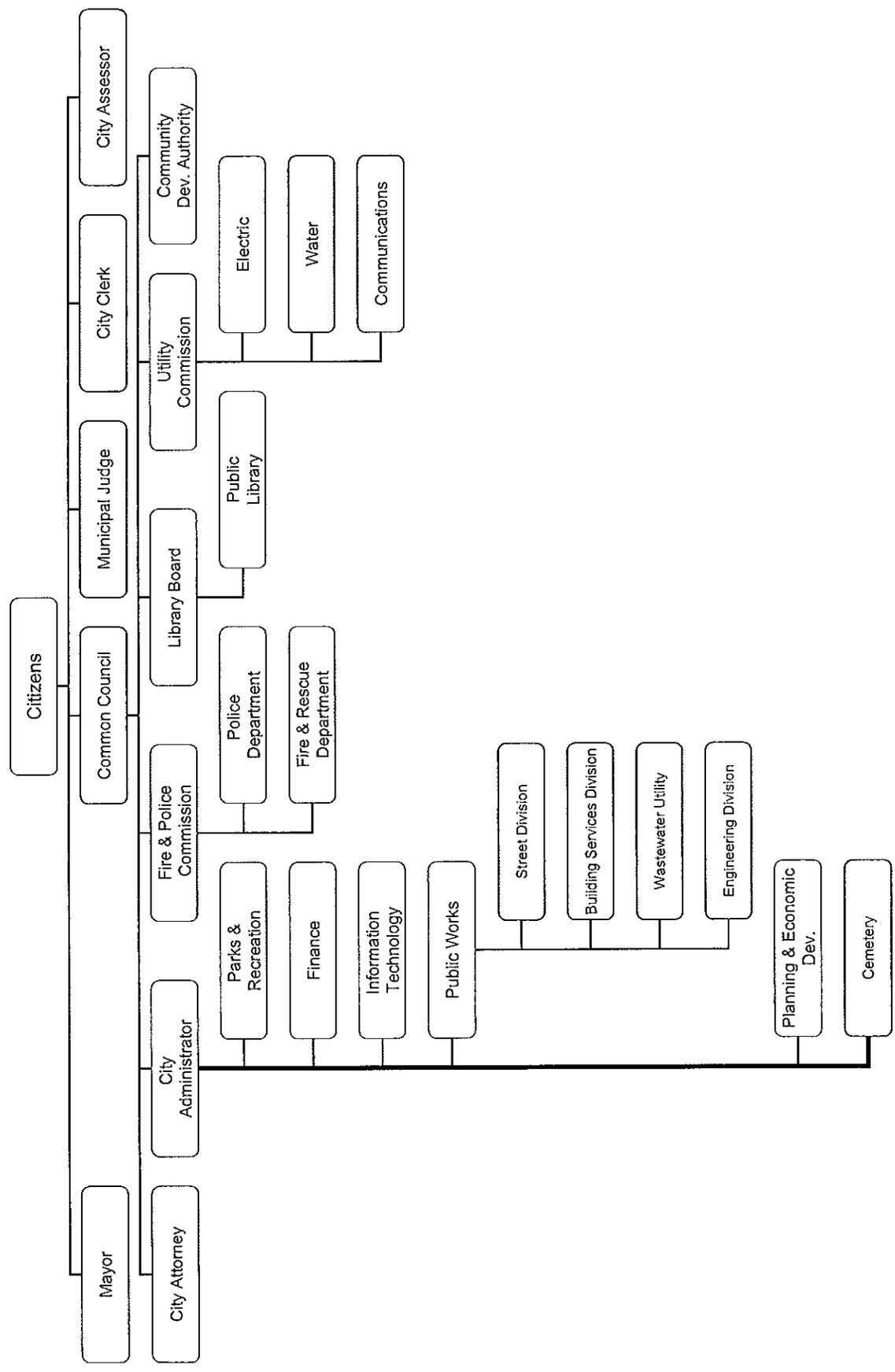
*Christopher P. Morille*

President

*Jeffrey R. Enow*

Executive Director

# CITY OF MARSHFIELD ORGANIZATION CHART



CITY OF MARSHFIELD, WISCONSIN  
List of Principal Officials – 2012

**ELECTED**

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

District	Aldersperson:
First .....	Michael Feirer
Second .....	Alanna Feddick-Goodwin
Third .....	Robert Workinger
Fourth .....	Gordon Earll
Fifth .....	Ed Wagner
Sixth .....	Russell Stauber
Seventh .....	Gary Cummings
Eighth .....	John Spiros
Ninth .....	Tom Buttke
Tenth .....	Peter Hendler

**APPOINTED**

Administrator.....Steve Barg  
City Attorney.....Harold Wolfgram  
Finance Director.....Keith Strey  
Assistant Finance Director.....Brenda Hanson  
Human Resources Manager.....Lara Baehr  
Director of Technology.....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

### **Report on the Financial Statements**

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, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statement of the Marshfield Utilities were not audited in accordance with *Government Auditing Standards*. 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As described in Note 1 to the financial statements, in 2012, the City adopted new accounting guidance, GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information and the post-employment healthcare schedules on pages 14 through 21 and 56 through 58 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, other supplementary information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison schedules on pages 59 through 63 and 74 through 93 and the combining and individual nonmajor fund financial statements on pages 64 through 73 and 94 through 98 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section (pages 5 through 11) and statistical section (pages 101 through 120) 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 them.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated April 15, 2013, 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* in considering the City's internal control over financial reporting and compliance.

*Hawkins, Ash, Sogter & Company, LLP*

Manitowoc, Wisconsin  
April 15, 2013

**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, 2012. 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.

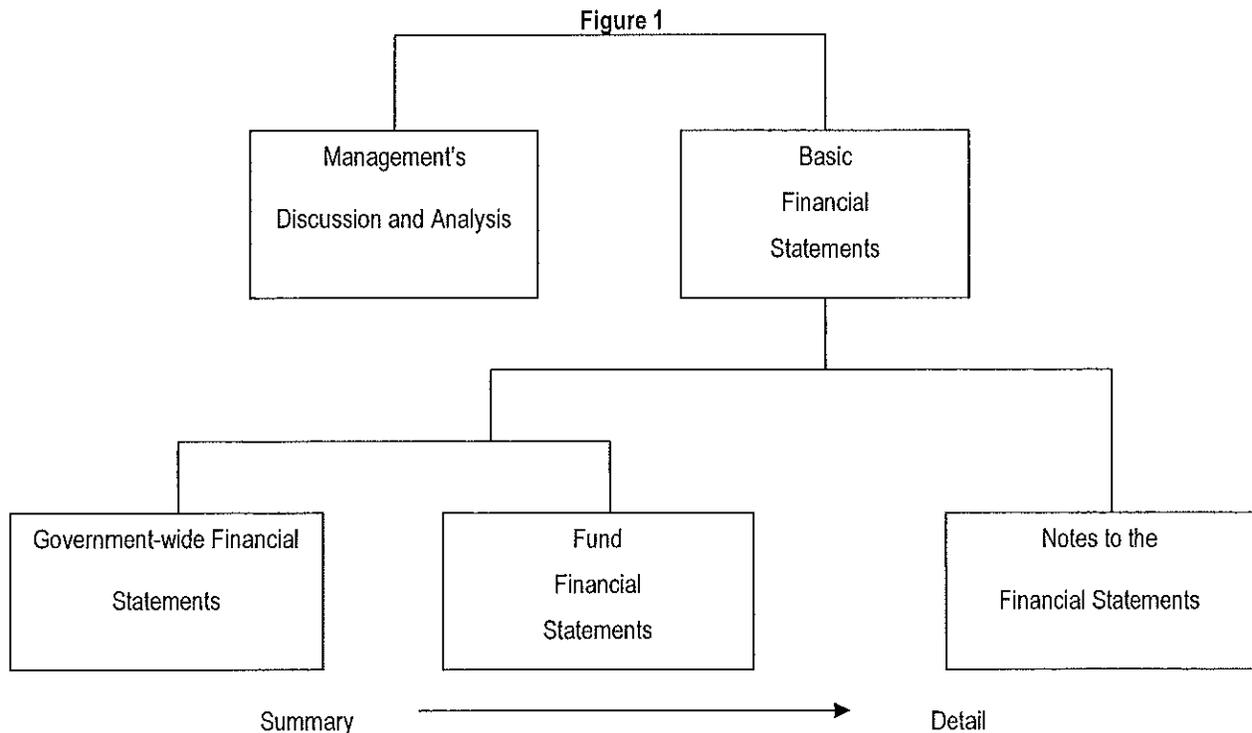
### Financial Highlights

- The assets of the City of Marshfield exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$156,742,048 (*net position*).
- The government's total net position increased by \$7,316,604 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 \$6,597,523 an increase of \$161,099 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$6,293,231, or 32 percent of total general fund expenditures for the fiscal year.

### 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



## 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 schedules; 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 position and how they have changed. Net position is the difference between the City's total assets and deferred outflows of resources and total liabilities and deferred inflows of resources. Measuring net position 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 Position 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 Position 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 Position

Figure 1

(In Thousands of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current & other assets	\$ 22,211	\$ 22,147	\$ 28,152	\$ 26,523	\$ 50,363	\$ 48,670
Capital assets	84,607	82,647	121,675	121,725	206,282	204,372
Total assets	106,818	104,794	149,827	148,248	256,645	253,042
Long-term liabilities outstanding	29,569	29,614	52,607	56,298	82,176	85,912
Other liabilities	1,041	1,331	2,919	3,157	3,960	4,488
Total liabilities	30,610	30,945	55,526	59,455	86,136	90,400
Deferred inflows of resources	13,767	13,216	-	-	13,767	13,216
Net position:						
Net investment in capital assets	55,081	52,668	73,538	71,040	128,619	123,708
Restricted	2,253	2,883	8,011	8,437	10,264	11,320
Unrestricted	5,107	5,082	12,752	9,315	17,859	14,397
Total net position	\$ 62,441	\$ 60,633	\$ 94,301	\$ 88,792	\$ 156,742	\$ 149,425

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The assets of the City of Marshfield exceeded liabilities by \$156,742,047 as of December 31, 2012. The City's net position increased by \$7,316,604 for the fiscal year ended December 31, 2012. The largest portion (82%) 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 \$10,264,118 of the City of Marshfield's net position (6.5%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$17,858,638 is unrestricted.

## City of Marshfield, Wisconsin Changes in Net Position

**Figure 2**

(In Thousands of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Revenues:</b>						
Program revenues:						
Charges for services	\$ 1,694	\$ 1,645	\$ 41,142	\$ 39,556	\$ 42,836	\$ 41,201
Grants & contributions	2,504	2,925	1,109	564	3,613	3,489
General revenues:						
Taxes	13,494	13,327	-	-	13,494	13,327
State shared revenue	5,231	5,446	-	-	5,231	5,446
Interest and investment income	87	123	699	542	786	665
Miscellaneous	1,114	389	-	-	1,114	389
Total revenues	<u>24,124</u>	<u>23,855</u>	<u>42,950</u>	<u>40,662</u>	<u>67,074</u>	<u>64,517</u>
<b>Expenses:</b>						
General government	2,684	3,399	-	-	2,684	3,399
Public safety	8,330	8,309	-	-	8,330	8,309
Public works	6,899	6,801	-	-	6,899	6,801
Health and human services	494	388	-	-	494	388
Culture, recreation & education	3,767	3,680	-	-	3,767	3,680
Conservation & development	1,209	1,344	-	-	1,209	1,344
Interest on long-term debt	986	1,062	-	-	986	1,062
Electric	-	-	27,515	28,611	27,515	28,611
Water	-	-	2,946	2,974	2,946	2,974
Wastewater	-	-	3,661	3,906	3,661	3,906
Other business-type activities	-	-	1,266	1,239	1,266	1,239
Total expenses	<u>24,369</u>	<u>24,983</u>	<u>35,388</u>	<u>36,730</u>	<u>59,757</u>	<u>61,713</u>
Excess (deficiency) before transfers	(245)	(1,128)	7,562	3,932	7,317	2,804
Transfers	<u>2,053</u>	<u>1,761</u>	<u>(2,053)</u>	<u>(1,761)</u>	<u>-</u>	<u>-</u>
Change in net position	1,808	633	5,509	2,171	7,317	2,804
Net position, beginning of year	<u>60,633</u>	<u>60,000</u>	<u>88,792</u>	<u>86,621</u>	<u>149,425</u>	<u>146,621</u>
<b>Net position, end of year</b>	<b><u>\$ 62,441</u></b>	<b><u>\$ 60,633</u></b>	<b><u>\$ 94,301</u></b>	<b><u>\$ 88,792</u></b>	<b><u>\$ 156,742</u></b>	<b><u>\$ 149,425</u></b>

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

**Governmental activities:** The City relies primarily on taxes (approximately 52%) and state shared revenue (approximately 20%) to provide basic services. Revenues were generally at similar levels. Public safety (approximately 34%) and public works (approximately 28%) comprise the majority of expenses. Expenses were generally consistent.

**Business-type activities:** Wholesale electric power costs are passed along to electric customers as a component of their bill. This recovery resulted in an increase in revenue. Coupled with a moderate decrease in operating expenses, the results were an increase of excess revenue over expenses by approximately \$3.3 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, unassigned 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, unassigned fund balance of the General Fund was \$6,293,231 while total fund balance was \$6,511,122. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 32 percent of total General Fund expenditures, while total fund balance represents 33 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 \$316,135 was restricted for payments on outstanding debt of the City.

At December 31, 2012, the governmental funds of City of Marshfield reported a combined fund balance of \$6,597,523, an increase of \$161,099 from last year. The net increase is attributable to receipt of an unbudgeted dividend in the amount of \$258,168 from Marshfield Utilities.

**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 (\$273,000) than budgeted amounts primarily because of reduced taxes, special assessment payments, charges for services and interest earnings. Overall expenditures were less than budgeted (\$1,243,000) 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 \$1,400,000 for 2012, but actually had a deficit of \$374,947.

**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 position follows:

	Unrestricted Net Position		Change in Net Position	
	2012	2011	2012	2011
Marshfield Utilities	\$ 11,679,721	\$ 8,246,241	\$ 4,032,828	\$ 1,142,192
Wastewater	1,302,058	1,279,318	1,506,591	1,063,974
EMS	(340,347)	(300,691)	(50,646)	(47,916)

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, 2012, totals \$206,281,658 (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:

- Washington Avenue Interceptor Sewer.
- City Hall HVAC Replacement.
- Yellowstone Drive Reconstruction -- Galvin Avenue East to City Limits.
- Peach Avenue Asphalt Overlay -- 4<sup>th</sup> to 14<sup>th</sup> Street.
- Salt Shed Addition.

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

- Sale of the former Fire Station.

**City of Marshfield, Wisconsin's Capital Assets**  
**Figure 3**  
(In Thousands of dollars)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land and land improvements	\$ 9,251	\$ 9,317	\$ 2,978	\$ 2,986	\$ 12,229	\$ 12,303
Buildings and improvements	29,525	28,740	29,195	29,241	58,720	57,981
Machinery and equipment	17,110	16,564	9,698	9,696	26,808	26,260
Infrastructure/systems	73,933	70,335	122,119	118,162	196,052	188,497
Construction in progress	532	557	1,998	2,203	2,530	2,760
Less: Accumulated depreciation	(45,744)	(42,867)	(44,313)	(40,563)	(90,057)	(83,430)
<b>TOTAL</b>	<b>\$ 84,607</b>	<b>\$ 82,646</b>	<b>\$ 121,675</b>	<b>\$ 121,725</b>	<b>\$ 206,282</b>	<b>\$ 204,371</b>

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, 2012 the City of Marshfield, Wisconsin had total long-term obligations outstanding of \$81,457,083. Of this, \$32,727,012 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	
	2012	2011	2012	2011	2012	2011
General obligation bonds/notes	\$ 29,200	\$ 29,259	\$ 3,527	\$ 3,874	\$ 32,727	\$ 33,133
Mortgage revenue bonds/ Bond anticipation notes	-	-	46,124	48,589	46,124	48,589
Premium	-	-	1,858	1,961	1,858	1,961
Discount	-	-	(126)	(139)	(126)	(139)
Other long-term obligations	369	355	505	356	874	711
<b>TOTAL</b>	<b>\$ 29,569</b>	<b>\$ 29,614</b>	<b>\$ 51,888</b>	<b>\$ 54,641</b>	<b>\$ 81,457</b>	<b>\$ 84,255</b>

The City of Marshfield, Wisconsin's total debt decreased by \$2,798,708 (3%) during the past fiscal year. This net decrease was the result of the issuance of \$3,340,00 million in new debt by the City of Marshfield less scheduled principal payments of \$6,105,402 million during the year. The City also issued \$2,975,000 to refund older debt issues.

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 \$68,264,615.

Additional information regarding the City of Marshfield's long-term debt can be found in the notes to the financial statements, Note 6 - 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. The State of WI expanded the tax levy limit to a tax levy freeze as part of the 2011-13 biennial State budget. These tax levy limits and freezes have impacted the City of Marshfield 2006 through 2013 budgets. For 2013, the City was eligible to increase its tax levy by 5.9% over 2012 with allowable adjustments. The 2013 adopted budget increased the tax levy by 0.04%. The governor's proposed 2013-15 biennial State budget includes a two year extension of the tax levy freeze under essentially the same terms as the previous State budget. This would impact the City of Marshfield 2014 and 2015 budgets if included in the final version of the approved State of WI budget for 2013-15.

The 2013 adopted General Fund budget is \$20.76 million, a decrease of 0.19% in comparison to the 2012 revised budget of \$20.72 million. The overall 2013 adopted budget for all funds is \$42.99 million, an increase of 9.62% over the 2012 revised budget for all funds of \$39.22 million. Property taxes levied in 2012 for 2013 city purposes increased by \$52,109. The tax rate for city purposes in 2012 for 2013 decreased \$0.01 from \$8.96 to \$8.95.

For 2013 the City plans to issue \$2.5 million in general obligation debt for budgeted capital projects including street infrastructure and fire engine purchase. The City also plans to issue \$3.0 million in general obligation bonds for various Tax Incremental Financing District projects within Downtown Public Improvement TIF #4.

Within the past year or so, the City has experienced significant business expansion in "frac sand" processing to support the US domestic oil and natural industry as evidenced by development of 3 processing plants within our corporate limits. As of Summer 2012, all three plants are online and in production. Two of the operations are already planning for expansion, but no formal plans have been shared with the City to date.

Two expanding businesses celebrated ground breakings in the fall of 2012: Top Form, a countertop manufacturer currently located North of Marshfield broke ground for a new 30,000 sq. ft. facility. A second ground breaking took place for PreventionGenetics to construct a new 50,000 sq. ft. 2-story facility. Both projects are located in the City's Mill Creek Business Park, which is a tax increment district (TIF #5).

**PreventionGenetics** is a market leading Biotechnology company providing DNA testing for clinical and research purposes, and DNA Banking for all individuals. The company offers clinical DNA testing for more than 600 different genetic disorders, making it one of the most comprehensive genetics testing laboratories in the world. PreventionGenetics was founded by Dr. James Weber in 2004 and has experienced rapid growth creating the need for the new facility. The company currently employs about 85 people; nearly all employees have Bachelor's or advanced college degrees.

**Top Form, Inc.** a countertop manufacturing company was started in 2004 with four partners and one employee. The company started operations in approximately 8000 sq. ft in their current location at M408 Mann St., Town of McMillan and experienced rapid growth as well. In fall 2012, Top Form broke ground on a new 30,000 sq. ft. facility in Mill Creek Business Park with expected occupancy of late Spring 2013.

As one of the primary manufacturing firms in the City of Marshfield, **Masonite International** (a.k.a. Marshfield Door Systems) continues to invest in the community through their commitment to the local facility. In 2012, Masonite started work on numerous internal and external projects with an estimated value in excess of \$1.8 million. Some of the projects can be attributed to their continued recovery from a plant explosion back on July 11, 2011, but their 14,000 sq. ft. new veneer building (est. cost of \$1.0 million) demonstrates their commitment to the community they have called home since 1891.

Several other projects began work in 2012 and are anticipated to be completed in 2013.

- Marshfield Clinic has begun a major remodeling project (est. \$6.0+ million) that will bring updates to the entire main facility. The highlight of the remodeling will be the new look and design of their main lobby.
- Nelson-Jameson, an integrated supplier for the food industry since 1947, and headquartered in Marshfield, broke ground for a 20,000 sq. ft. warehouse addition. Once completed, this expansion will bring the company's total warehouse space (in Marshfield) to approximately 2.2 million cubic feet.
- Hub City Ice Cream Company acquired a ~1,000 sq. ft. building that stood vacant for several years. After completely renovating the property they are planning on a grand opening in April 2013.

- Circle the Date expanded their bridal salon by moving locations within the downtown district. The owners purchased a multi-tenant building in the core of our downtown and have remodeled the entire building and restored the exterior as well. Having just opened in their new location in late January, 2013, the larger facility allows Circle the Date to provide a full service experience for brides to be.
- A new candy store, Kandy Girl is currently working to finish out their space in the downtown. The new business will fill a niche in the community that has been requested for numerous years by our residents and downtown business owners.

The City continues to offer a façade improvement program for our downtown business owners. This 50/50 matching grant program assists business owners in making much needed improvements to restoring the character and historic value in the heart of the community. To date, the City and Main Street Marshfield have partnered to contribute just under \$300,000 in matching grant funds to 26 different projects within the downtown TIF #4. In return, the community has seen over \$1,000,000 in improvements to downtown properties.

### **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 POSITION**  
**DECEMBER 31, 2012**

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
<b>ASSETS</b>			
Cash and equivalents	\$ 8,475,487	\$ 6,959,775	\$ 15,435,262
Investments	105,200	7,445,394	7,550,594
Receivables			
Taxes	9,861,704	87,737	9,949,441
Accounts	-	3,817,733	3,817,733
Special assessments	556,953	54,390	611,343
Loans	630,402	-	630,402
Inventories	160,900	1,645,800	1,806,700
Prepays	42,316	46,851	89,167
Miscellaneous unamortized costs	-	278,950	278,950
Due from other governments	121,261	209	121,470
Internal balances	1,793,554	(1,793,554)	-
Restricted assets			
Cash and investments	463,354	9,608,621	10,071,975
Capital assets, net of accumulated depreciation			
Land and construction in progress	9,782,197	4,976,290	14,758,487
Buildings, systems and equipment	74,824,493	116,698,678	191,523,171
<b>TOTAL ASSETS</b>	<b>\$ 106,817,821</b>	<b>\$ 149,826,874</b>	<b>\$ 256,644,695</b>

(Continued on page 23)

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF NET POSITION - Continued**  
**DECEMBER 31, 2012**

	GOVERNMENTAL ACTIVITIES	BUSINESS TYPE ACTIVITIES	TOTAL
<b>LIABILITIES</b>			
Accounts payable	\$ 662,881	\$ 1,830,938	\$ 2,493,819
Accrued interest	325,198	75,543	400,741
Other accrued expenses	15,153	864,471	879,624
Payable from restricted assets			
Current portion of long-term debt	-	1,877,315	1,877,315
Other	-	147,602	147,602
Due to other governments	6,327	477	6,804
Unearned revenue	31,055	-	31,055
<b>NONCURRENT LIABILITIES</b>			
Due within one year	3,865,594	1,396,203	5,261,797
Customer deposits	-	719,382	719,382
Noncurrent portion of long-term obligations	25,703,906	48,614,066	74,317,972
<b>TOTAL LIABILITIES</b>	<u>30,610,114</u>	<u>55,525,997</u>	<u>86,136,111</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - tax roll	13,766,536	-	13,766,536
<b>TOTAL DEFERRED INFLOWS     OF RESOURCES</b>	<u>13,766,536</u>	<u>-</u>	<u>13,766,536</u>
 <b>NET POSITION</b>			
Net investment in capital assets	55,081,370	73,537,922	128,619,292
Restricted for			
Culture, recreation and education	433,834	-	433,834
Conservation and development	1,153,241	-	1,153,241
Other purposes	145,218	-	145,218
Debt service	316,135	8,011,411	8,327,546
Perpetual care - nonexpendable	204,279	-	204,279
Unrestricted	5,107,094	12,751,544	17,858,638
<b>TOTAL NET POSITION</b>	<u>62,441,171</u>	<u>94,300,877</u>	<u>156,742,048</u>
 <b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<u>\$ 106,817,821</u>	<u>\$ 149,826,874</u>	<u>\$ 256,644,695</u>

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
<b>GOVERNMENTAL ACTIVITIES</b>				
General government	\$ 2,684,149	\$ 881,778	\$ 187,186	\$ -
Public safety	8,329,869	206,690	154,719	-
Public works	6,899,118	48,534	1,800,918	-
Health and human services	493,887	147,328	-	-
Culture, recreation and education	3,767,000	338,618	322,554	-
Conservation and development	1,209,269	71,071	38,304	-
Debt service				
Interest and fiscal charges	985,986	-	-	-
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<b>24,369,278</b>	<b>1,694,019</b>	<b>2,503,681</b>	<b>-</b>
<b>BUSINESS-TYPE ACTIVITIES</b>				
Electric	27,514,913	30,502,556	-	1,064,517
Water	2,945,857	4,197,018	-	21,396
Communications	53,733	185,923	-	-
Wastewater	3,660,710	5,091,511	-	23,000
EMS	1,212,512	1,164,717	-	-
<b>TOTAL BUSINESS TYPE ACTIVITIES</b>	<b>35,387,725</b>	<b>41,141,725</b>	<b>-</b>	<b>1,108,913</b>
<b>TOTAL</b>	<b>\$ 59,757,003</b>	<b>\$ 42,835,744</b>	<b>\$ 2,503,681</b>	<b>\$ 1,108,913</b>

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 position  
Net position - beginning of year  
Net position - end of year

(Continued on page 25)

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF ACTIVITIES - Continued**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

<u>NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION</u>		
<u>GOVERNMENTAL</u>	<u>BUSINESS-TYPE</u>	<u>TOTAL</u>
<u>ACTIVITIES</u>	<u>ACTIVITIES</u>	
\$ (1,615,185)		\$ (1,615,185)
(7,968,460)		(7,968,460)
(5,049,666)		(5,049,666)
(346,559)		(346,559)
(3,105,828)		(3,105,828)
(1,099,894)		(1,099,894)
<u>(985,986)</u>		<u>(985,986)</u>
<u>(20,171,578)</u>		<u>(20,171,578)</u>
	\$ 4,052,160	4,052,160
	1,272,557	1,272,557
	132,190	132,190
	1,453,801	1,453,801
	<u>(47,795)</u>	<u>(47,795)</u>
	<u>6,862,913</u>	<u>6,862,913</u>
	<u>6,862,913</u>	<u>6,862,913</u>
13,061,346	-	13,061,346
295,327	-	295,327
136,870	-	136,870
5,231,561	-	5,231,561
87,063	699,072	786,135
1,114,030	-	1,114,030
<u>2,053,326</u>	<u>(2,053,326)</u>	<u>-</u>
<u>21,979,523</u>	<u>(1,354,254)</u>	<u>20,625,269</u>
1,807,945	5,508,659	7,316,604
<u>60,633,226</u>	<u>88,792,218</u>	<u>149,425,444</u>
<u>\$ 62,441,171</u>	<u>\$ 94,300,877</u>	<u>\$ 156,742,048</u>

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2012**

	GENERAL	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and equivalents	\$ 4,408,070	\$ 986,965	\$ 3,054,871	\$ 8,449,906
Receivables				
Taxes	6,494,334	1,761,597	1,605,773	9,861,704
Accounts	72,057	-	-	72,057
Special assessments	556,953	-	-	556,953
Loans	-	-	572,521	572,521
Other	30,547	-	2,484	33,031
Prepays	38,143	-	4,173	42,316
Due from other governments	6,952	-	111,773	118,725
Due from other funds	4,916,814	-	-	4,916,814
<b>TOTAL ASSETS</b>	<b>16,523,870</b>	<b>2,748,562</b>	<b>5,351,595</b>	<b>24,624,027</b>
<b>LIABILITIES</b>				
Accounts payable	516,631	-	121,460	638,091
Due to				
Other funds	13,111	-	3,114,472	3,127,583
Other governments	3,160	-	3,167	6,327
Unearned revenues - other	-	-	121,989	121,989
<b>TOTAL LIABILITIES</b>	<b>532,902</b>	<b>-</b>	<b>3,361,088</b>	<b>3,893,990</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue - tax roll	9,473,179	2,432,427	2,151,265	14,056,871
Unavailable revenue - special assessments	6,667	-	68,976	75,643
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>9,479,846</b>	<b>2,432,427</b>	<b>2,220,241</b>	<b>14,132,514</b>
<b>FUND BALANCES</b>				
Nonspendable	38,143	-	780,973	819,116
Restricted	-	316,135	1,155,599	1,471,734
Committed	179,748	-	95,998	275,746
Assigned	-	-	1,158,874	1,158,874
Unassigned	6,293,231	-	(3,421,178)	2,872,053
<b>TOTAL FUND BALANCES</b>	<b>6,511,122</b>	<b>316,135</b>	<b>(229,734)</b>	<b>6,597,523</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 16,523,870</b>	<b>\$ 2,748,562</b>	<b>\$ 5,351,595</b>	<b>\$ 24,624,027</b>

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 POSITION**  
**YEAR ENDED DECEMBER 31, 2012**

Fund balances - total governmental funds	\$	6,597,523
Amounts reported for governmental activities in the statement of net position are different because:		
Net capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		81,950,825
Some revenues are unavailable in the funds because they are not available to pay current period's expenditures.		456,912
Internal service funds are used by management to charge the costs of fleet machinery and equipment to individual funds. The assets, liabilities and net position of the internal service fund are included with governmental activities on the statement of net position.		3,272,728
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 position.		57,880
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 position.		
Accrued interest payable	\$ (325,198)	
Bonds and notes payable	(29,200,122)	
Compensated absences	<u>(369,378)</u>	<u>(29,894,698)</u>
<b>Total net position of governmental activities</b>		<u>\$ 62,441,170</u>

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

REVENUE	DEBT		OTHER	TOTAL
	GENERAL	SERVICE	GOVERNMENTAL FUNDS	GOVERNMENTAL FUNDS
Taxes	\$ 8,420,906	\$ 2,871,026	\$ 2,202,396	\$ 13,494,328
Special assessments	327,540	-	-	327,540
Intergovernmental revenues	7,035,194	-	714,218	7,749,412
Licenses and permits	247,582	-	210,104	457,686
Fines, forfeits and penalties	94,403	-	-	94,403
Charges for services	715,610	-	81,842	797,452
Other revenue	460,567	240,645	845,965	1,547,177
<b>TOTAL REVENUES</b>	<b>17,301,802</b>	<b>3,111,671</b>	<b>4,054,525</b>	<b>24,467,998</b>
<b>EXPENDITURES</b>				
Current				
General government	2,935,998	-	199,070	3,135,068
Public safety	7,982,449	-	30,470	8,012,919
Public works	4,764,531	-	398,347	5,162,878
Health and human services	171,903	-	157,127	329,030
Culture, recreation and education	3,040,921	-	179,528	3,220,449
Conservation and development	541,520	-	324,902	866,422
Capital outlay	-	-	4,595,724	4,595,724
Debt service				
Principal retirement	-	6,347,193	-	6,347,193
Interest and fiscal charges	-	982,627	22,915	1,005,542
<b>TOTAL EXPENDITURES</b>	<b>19,437,322</b>	<b>7,329,820</b>	<b>5,908,083</b>	<b>32,675,225</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(2,135,520)</b>	<b>(4,218,149)</b>	<b>(1,853,558)</b>	<b>(8,207,227)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of long-term debt	-	3,014,043	3,300,957	6,315,000
Transfer from Enterprise Fund	1,795,158	-	-	1,795,158
Transfers in	1,243	1,232,555	496,277	1,730,075
Transfers out	(35,828)	-	(1,436,079)	(1,471,907)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>1,760,573</b>	<b>4,246,598</b>	<b>2,361,155</b>	<b>8,368,326</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(374,947)</b>	<b>28,449</b>	<b>507,597</b>	<b>161,099</b>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<b>6,886,069</b>	<b>287,686</b>	<b>(737,331)</b>	<b>6,436,424</b>
<b>FUND BALANCES AT END OF YEAR</b>	<b>\$ 6,511,122</b>	<b>\$ 316,135</b>	<b>\$ (229,734)</b>	<b>\$ 6,597,523</b>

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, 2012**

Net change in fund balances - total governmental funds \$ 161,099

*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 position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.

Capital outlay reported in governmental fund statements	\$ 4,595,724	
Capital outlay reported as other expenses in governmental statements	393,674	
Depreciation expense reported in the statement of activities	(3,098,624)	
Net book value of capital assets disposed	<u>(112,338)</u>	
Amount by which capital outlays are greater than depreciation in the current period.		1,778,436

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 position it is recorded as a reduction of a note receivable. (18,582)

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. 174,923

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: (13,942)

Certain revenues are unavailable 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. (325,518)

Special assessments to be collected after year end:

Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities. 6,347,193

The amount of long-term debt principal payments in the current year:

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 position and does not affect the statement of activities. (6,315,000)

The amount of long-term debt proceeds in the current year is:

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:	940,635	
The amount of interest accrued during the current period:	<u>(921,299)</u>	
Interest paid is greater (less) than interest accrued by:		<u>19,336</u>

**Change in net position - governmental activities \$ 1,807,945**

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2012**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL
			OTHER		
	MARSHFIELD		ENTERPRISE	TOTAL	INTERNAL
	UTILITIES	WASTEWATER	FUNDS		SERVICE
					FUND
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and equivalents	\$ 5,685,287	\$ 1,158,312	\$ 116,176	\$ 6,959,775	\$ 594,135
Taxes receivable	-	87,737	-	87,737	-
Accounts receivable	3,557,490	31,557	228,686	3,817,733	-
Special assessments receivable	-	54,390	-	54,390	-
Prepaid expenses	46,727	124	-	46,851	-
Due from other funds	79,054	719,445	-	798,499	5,973
Due from other governments	-	209	-	209	2,536
Restricted assets, cash and investments	7,835,258	1,773,363	-	9,608,621	-
Inventories	1,583,677	62,123	-	1,645,800	160,900
<b>TOTAL CURRENT ASSETS</b>	<b>18,787,493</b>	<b>3,887,260</b>	<b>344,862</b>	<b>23,019,615</b>	<b>763,544</b>
<b>NONCURRENT ASSETS</b>					
Miscellaneous unamortized costs	278,950	-	-	278,950	-
Investments	7,445,394	-	-	7,445,394	-
	<u>7,724,344</u>	<u>-</u>	<u>-</u>	<u>7,724,344</u>	<u>-</u>
Capital assets, at cost					
Land and construction in progress	4,846,696	29,961	99,633	4,976,290	20,728
Buildings, systems and equipment	106,241,666	53,400,930	1,369,318	161,011,914	7,566,673
Less accumulated depreciation	(27,827,293)	(15,976,693)	(509,250)	(44,313,236)	(4,931,536)
Net capital assets	<u>83,261,069</u>	<u>37,454,198</u>	<u>959,701</u>	<u>121,674,968</u>	<u>2,655,865</u>
<b>TOTAL NONCURRENT ASSETS</b>	<b>90,985,413</b>	<b>37,454,198</b>	<b>959,701</b>	<b>129,399,312</b>	<b>2,655,865</b>
<b>TOTAL ASSETS</b>	<b>\$ 109,772,906</b>	<b>\$ 41,341,458</b>	<b>\$ 1,304,563</b>	<b>\$ 152,418,927</b>	<b>\$ 3,419,409</b>

(Continued on page 31)

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF NET POSITION - Continued**  
**PROPRIETARY FUNDS**  
**DECEMBER 31, 2012**

LIABILITIES	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES-
	MARSHFIELD	OTHER ENTERPRISE		TOTAL	INTERNAL SERVICE FUND
	UTILITIES	WASTEWATER	FUNDS		FUND
<b>CURRENT LIABILITIES</b>					
Accounts payable	\$ 1,859,253	\$ 73,393	\$ 8,404	\$ 1,941,050	\$ 19,766
Due to other funds	2,560,067	31,986	-	2,592,053	1,650
Due to other governments	-	477	-	477	-
Accrued salaries, wages and compensated absences	827,947	781	35,743	864,471	15,153
Accrued interest	-	68,926	6,617	75,543	-
Current portion of long-term debt	103,668	219,021	37,559	360,248	-
Unearned revenue - other	-	-	16,735	16,735	-
Customer advances	702,647	-	-	702,647	-
<b>CURRENT LIABILITIES PAYABLE FROM RESTRICTED ASSETS</b>					
Accrued interest	147,602	-	-	147,602	-
Current portion mortgage revenue bonds and notes	1,396,203	1,517,067	-	2,913,270	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>7,597,387</b>	<b>1,911,651</b>	<b>105,058</b>	<b>9,614,096</b>	<b>36,569</b>
<b>NONCURRENT LIABILITIES</b>					
Long-term obligations	36,041,456	11,992,459	580,151	48,614,066	-
<b>TOTAL NONCURRENT LIABILITIES</b>	<b>36,041,456</b>	<b>11,992,459</b>	<b>580,151</b>	<b>48,614,066</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>43,638,843</b>	<b>13,904,110</b>	<b>685,209</b>	<b>58,228,162</b>	<b>36,569</b>
<b>NET POSITION</b>					
Net investment in capital assets	48,264,040	24,314,181	959,701	73,537,922	2,655,865
Restricted for debt services	6,190,302	558,718	-	6,749,020	-
Restricted for wastewater activities	-	1,262,391	-	1,262,391	-
Restricted for internal service fund	-	-	-	-	1,752,291
Unrestricted	11,679,721	1,302,058	(340,347)	12,641,432	(1,025,316)
<b>TOTAL NET POSITION</b>	<b>66,134,063</b>	<b>27,437,348</b>	<b>619,354</b>	<b>94,190,765</b>	<b>3,382,840</b>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$ 109,772,906</b>	<b>\$ 41,341,458</b>	<b>\$ 1,304,563</b>		<b>\$ 3,419,409</b>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				110,112	
Net position of business-type activities on statement of activities.				<b>\$ 94,300,877</b>	

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL
	MARSHFIELD		OTHER		ACTIVITIES-
	UTILITIES	WASTEWATER	ENTERPRISE FUNDS	TOTAL	INTERNAL SERVICE FUND
<b>OPERATING REVENUES</b>					
Charges for services	\$ 34,885,497	\$ 5,091,511	\$ 1,164,717	\$ 41,141,725	\$ 1,834,542
<b>OPERATING EXPENSES</b>					
Operations and maintenance	24,396,609	2,198,390	1,114,440	27,709,439	1,386,245
General	582,506	-	-	582,506	-
Depreciation	3,657,230	1,062,676	79,775	4,799,681	327,473
Taxes	166,572	-	-	166,572	-
<b>TOTAL OPERATING EXPENSES</b>	<u>28,802,917</u>	<u>3,261,066</u>	<u>1,194,215</u>	<u>33,258,198</u>	<u>1,713,718</u>
<b>OPERATING INCOME</b>	<u>6,082,580</u>	<u>1,830,445</u>	<u>(29,498)</u>	<u>7,883,527</u>	<u>120,824</u>
<b>NONOPERATING REVENUE (EXPENSE)</b>					
Interest income	634,137	6,277	148	640,562	-
Interest and fiscal charges	(1,807,677)	(410,416)	(19,821)	(2,237,914)	(220)
Amortization of debt premium and discount	91,201	-	-	91,201	-
Miscellaneous	-	58,510	-	58,510	74,206
Other nonoperating expenses	-	(1,225)	(1,475)	(2,700)	-
<b>TOTAL NONOPERATING REVENUE</b>	<u>(1,082,339)</u>	<u>(346,854)</u>	<u>(21,148)</u>	<u>(1,450,341)</u>	<u>73,986</u>
<b>INCOME BEFORE CONTRIBUTIONS AND TRANSFERS</b>	5,000,241	1,483,591	(50,646)	6,433,186	194,810
Contributions from customers	1,085,913	23,000	-	1,108,913	-
Transfers to governmental funds	(2,053,326)	-	-	(2,053,326)	-
<b>CHANGE IN NET POSITION</b>	4,032,828	1,506,591	(50,646)	5,488,773	194,810
<b>NET POSITION - January 1</b>	<u>62,101,235</u>	<u>25,930,757</u>	<u>670,000</u>		<u>3,188,030</u>
<b>NET POSITION - December 31</b>	<u>\$ 66,134,063</u>	<u>\$ 27,437,348</u>	<u>\$ 619,354</u>		<u>\$ 3,382,840</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				19,886	
Change in net position of business-type activities on statement of activities.				<u>\$ 5,508,659</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, 2012

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUND
	MARSHFIELD	WASTEWATER	OTHER ENTERPRISE	TOTAL	
	UTILITIES		FUNDS		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from customers and users	\$ 41,257,042	\$ 254,081	\$ 1,083,649	\$ 42,594,772	\$ 1,909,381
Payments to wastewater utility (collection of wastewater revenue)	(4,828,666)	4,828,666	-	-	-
Payments to suppliers and vendors	(24,103,744)	(1,265,362)	(185,829)	(25,554,935)	(1,085,165)
Payments to employees	(3,621,687)	(963,757)	(924,542)	(5,509,986)	(412,128)
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	<u>8,702,945</u>	<u>2,853,628</u>	<u>(26,722)</u>	<u>11,529,851</u>	<u>412,088</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfer to governmental funds	(2,053,326)	-	-	(2,053,326)	-
Public benefits receipts	210,437	-	-	210,437	-
Payments for public benefits	(210,174)	-	-	(210,174)	-
<b>TOTAL CASH FLOWS USED IN NONCAPITAL FINANCING ACTIVITIES</b>	<u>(2,053,063)</u>	<u>-</u>	<u>-</u>	<u>(2,053,063)</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Acquisition and construction of capital assets	(2,102,725)	(1,415,062)	(70,260)	(3,588,047)	(509,119)
Special assessments receivable, net	-	5,623	-	5,623	-
Payments payroll & benefits for employees - capitalized	(388,611)	-	-	(388,611)	-
Payments for improvement of capital assets	(22,390)	-	-	(22,390)	-
Cost of retiring capital assets	135,813	-	-	135,813	-
Interest paid	(1,810,463)	(417,771)	(19,834)	(2,248,068)	(660)
Proceeds from sale of capital assets	129,354	-	-	129,354	-
Principal payments of bonds payable	(990,000)	(1,683,296)	-	(2,673,296)	(26,373)
Principal payments of GO refunding bonds	(101,180)	-	(37,358)	(138,538)	-
Contributed capital	120,164	23,000	-	143,164	-
Contributions refunded	(46,985)	-	-	(46,985)	-
<b>NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES</b>	<u>(5,077,023)</u>	<u>(3,487,506)</u>	<u>(127,452)</u>	<u>(8,691,981)</u>	<u>(536,152)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest received	564,571	6,277	148	570,996	-
Purchase of investments	(340,661)	-	-	(340,661)	-
<b>NET CASH PROVIDED BY INVESTING ACTIVITIES</b>	<u>223,910</u>	<u>6,277</u>	<u>148</u>	<u>230,335</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<u>1,796,769</u>	<u>(627,601)</u>	<u>(154,026)</u>	<u>1,015,142</u>	<u>(124,064)</u>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>11,723,776</u>	<u>3,559,276</u>	<u>270,202</u>	<u>15,553,254</u>	<u>718,199</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 13,520,545</u>	<u>\$ 2,931,675</u>	<u>\$ 116,176</u>	<u>\$ 16,568,396</u>	<u>\$ 594,135</u>

(Continued on page 34)

The accompanying notes are an integral part of these statements.

CITY OF MARSHFIELD, WISCONSIN  
STATEMENT OF CASH FLOWS - Continued  
PROPRIETARY FUNDS  
YEAR ENDED DECEMBER 31, 2012

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES- INTERNAL SERVICE FUND
	MARSHFIELD	WASTEWATER	OTHER	TOTAL	
	UTILITIES		ENTERPRISE FUNDS		
<b>RECONCILIATION OF OPERATING INCOME TO CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>					
Operating income	\$ 6,082,580	\$ 1,830,445	\$ (29,498)	\$ 7,883,527	\$ 120,824
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation charged to depreciation expense	3,430,429	1,062,676	79,775	4,572,880	327,473
Depreciation charged to clearing account	226,801	-	-	226,801	-
Changes in assets and liabilities					
(Increase) decrease in assets					
Taxes receivable	-	1,423	-	1,423	-
Accounts receivable	(360,641)	41,107	(81,068)	(400,602)	74,286
Prepaid expenses	(4,248)	(2)	-	(4,250)	-
Due from other funds	(632)	(51,233)	-	(51,865)	1,286
Due from other governments	-	(61)	-	(61)	(733)
Inventories	(59,782)	603	-	(59,179)	(85,127)
Increase (decrease) in current liabilities					
Accounts payable	(17,314)	1,901	(1,941)	(17,354)	(28,149)
Due to other funds	65,882	813	-	66,695	(35)
Customer advances	(799,044)	-	-	(799,044)	-
Due to other governments	-	477	-	477	-
Increase in other liabilities	148,954	-	-	148,954	-
Other accrued expenses	(10,040)	(34,521)	6,010	(38,551)	2,263
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	<b>8,702,945</b>	<b>2,853,628</b>	<b>(26,722)</b>	<b>11,529,851</b>	<b>412,088</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>					
Cash	5,685,287	1,158,312	116,176	6,959,775	594,135
Construction and special redemption investments	7,755,609	510,972	-	8,266,581	-
Revenue bond depreciation investments	-	1,262,391	-	1,262,391	-
Customer deposits	79,649	-	-	79,649	-
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>\$ 13,520,545</b>	<b>\$ 2,931,675</b>	<b>\$ 116,176</b>	<b>\$ 16,568,396</b>	<b>\$ 594,135</b>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES</b>					
Dividends reinvested	\$ 269,551	\$ -	\$ -	\$ 269,551	\$ -

The accompanying notes are an integral part of these statements.

**CITY OF MARSHFIELD**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 2012**

	AGENCY FUNDS
<b>ASSETS</b>	
Cash and equivalents	\$ 6,378,121
Investments	14,400
Taxes receivable	15,433,950
Other receivables	13,959
<b>TOTAL ASSETS</b>	<b>21,840,430</b>
<b>LIABILITIES</b>	
Accounts payable	16,089
Payroll deductions	392,466
Due to other governments	21,431,875
<b>TOTAL LIABILITIES</b>	<b>\$ 21,840,430</b>

The accompanying notes are an integral part of these statements.

**NOTES  
TO THE  
FINANCIAL STATEMENTS**

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

**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.

**Basis of Presentation**

**Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. 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.

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.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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.

**Fund Financial Statements**

The fund financial statements provide information about the City's funds, including fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 1 - Summary of Significant Accounting Policies - Continued**

The City reports the following major governmental funds:

**General Fund** - is used for all financial activity that is not required to be accounted for in another fund. This is the City's primary operating fund.

**Debt Service Fund** - is used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

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.

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.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in and out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

**Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide 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 when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**CITY OF MARSHFIELD, WISCONSIN**  
NOTES TO FINANCIAL STATEMENTS - Continued  
DECEMBER 31, 2012

**NOTE 1 - Summary of Significant Accounting Policies - Continued**

The governmental fund financial statements 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 revenues to be available if they are collected within 60 days of the end of the current fiscal period. 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.

Property taxes are recorded in the year levied as receivables and unavailable revenue. They are recognized as revenue in the succeeding year when services financed by the levy are being provided. Special assessments are recorded as revenue when they become measurable and available as current assets. Sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Grants are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The proprietary fund is reported using the economic resources measurement focus and the accrual basis of accounting. The agency fund has no measurement focus but utilizes the accrual basis of accounting for reporting its assets and liabilities.

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 nonspendable in fund balance, because prepaids are not expendable, available financial resources.

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 1 - Summary of Significant Accounting Policies - Continued**

**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.

**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.

**CITY OF MARSHFIELD, WISCONSIN**  
NOTES TO FINANCIAL STATEMENTS - Continued  
DECEMBER 31, 2012

**NOTE 1 - Summary of Significant Accounting Policies - Continued**

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.

**Deferred Outflows and Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. The City does not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position which applies to future periods and will not be recognized as an inflow of resources (revenue) until then. The City has one type, unavailable revenue, which arises under a modified accrual basis of accounting that qualify for reporting in this category. The unavailable revenue is reported in the statement of net position and governmental funds balance sheet. The unavailable revenue is from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

**Fund Balance Classifications**

The City classifies its fund equity as follows: 1) nonspendable fund balance consists of equity not in a spendable form or is legally or contractually required to be maintained intact, 2) restricted fund balance consists of equity constrained to specific purposes by their providers, externally imposed by creditors, constitutional provisions or by enabling legislation 3) committed fund balance consists of equity constrained to specific purposes by the District itself, using its highest level of decision making authority - the City Council policies, 4) assigned fund balance consists of equity the governing body intends to use for a specific purpose, intent can be expressed by the governing body. The City Council has authorized the Finance Director to assign fund balances through its financial management policy and 5) unassigned fund balance consists of equity available for any purpose. The City shall maintain an unassigned fund balance that is between 25% to 30% of the annual general fund budgeted expenditures.

When net losses occur, it is the City's policy to record the net loss against unassigned fund balance, then assigned fund balance, then committed fund balance and lastly to restricted fund balance. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

**Net Position Classifications**

Net position represents the difference between the total assets and deferred outflows of resources and the total liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements for those assets. Net assets are reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 1 - Summary of Significant Accounting Policies - Continued**

**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 unearned 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.

**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 15, 2013 the date which the financial statements were available to be issued.

**Changes in Accounting Principles**

The City has implemented GASB Statement No. 63 *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position* and GASB Statement No. 65 *Items Previously Reported as Assets and Liabilities* in 2012.

**NOTE 2 - 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, 2012, 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 2013-2019	\$ 3,000,000	\$ 3,000,000
State of Wisconsin Investment Pool	Less than one year	<u>24,910,179</u>	<u>24,910,179</u>
<b>Total Investments, December 31, 2012</b>		<b><u>\$ 27,910,179</u></b>	<b><u>\$ 27,910,179</u></b>

**Fair (Market) Value of Deposits and Investments** - Deposits and investments are reported at fair value. At December 31, 2012, the fair value of the City's deposits and investments approximated original cost, therefore no fair value adjustments were necessary.

**CITY OF MARSHFIELD, WISCONSIN**  
NOTES TO FINANCIAL STATEMENTS - Continued  
DECEMBER 31, 2012

**NOTE 2 - Cash and Investments - Continued**

**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, 2012, 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 those which 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 instruments in which Municipalities are permitted to invest. The Consolidation Bonds were rated AAA by Standard & Poor's and Moody's Investors Service.

**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. The State of Wisconsin's Public Deposit Guarantee Fund created under Chapter 34 of the Wisconsin Statutes protects the municipality's designated public depositories against any losses of public funds up to \$400,000 subject to the total amount of the Guarantee Fund available. As of December 31, 2012, \$2,739,239 of the City's bank balance of \$4,636,317 was exposed to custodial credit risk as uninsured, pledged collateral, collateralized by U.S. Government securities held by the bank in the City's name. \$919,143 was uninsured and uncollateralized.

**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 2012 year-end the Utility received cash distributions totaling \$537,627. The Utility's total earnings for 2012 were \$807,178. 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 2012 tax roll (levied for 2012) has been set up as a receivable and offset by the amounts due to other governmental units and unavailable income tax revenue for the City's portion. Advance tax collections are offset against the receivable.

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**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 1/1/12	Additions	Payments & Foreclosures	Balance 12/31/12
Community Development Block Grant Program	\$ 94,113	\$ -	\$ 9,000	\$ 85,113
Residential Revolving Loan	256,336	25,564	10,974	270,926
Economic Development Loans	240,772	-	24,290	216,482
<b>TOTAL</b>	<b>\$ 591,221</b>	<b>\$ 25,564</b>	<b>\$ 44,264</b>	<b>\$ 572,521</b>

**NOTE 5 - Capital Assets**

Capital asset activity for the year ended December 31, 2012, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 9,317,297	\$ -	\$ (66,735)	\$ 9,250,562
Construction in progress	557,137	167,301	(192,803)	531,635
Total capital assets not being depreciated	9,874,434	167,301	(259,538)	9,782,197
<b>Capital assets being depreciated:</b>				
Buildings and improvements	28,740,377	1,011,783	(227,287)	29,524,873
Equipment	16,563,843	961,837	(415,693)	17,109,987
Infrastructure	70,335,034	3,598,334	-	73,933,368
Total capital assets being depreciated	115,639,254	5,571,954	(642,980)	120,568,228
<b>Less accumulated depreciation for:</b>				
Buildings and improvements	(10,180,503)	(685,658)	204,776	(10,661,385)
Equipment	(12,001,619)	(771,661)	344,667	(12,428,613)
Infrastructure	(20,684,958)	(1,968,779)	-	(22,653,737)
Total accumulated depreciation	(42,867,080)	(3,426,098)	549,443	(45,743,735)
Total capital assets being depreciated, net of accumulated depreciation	72,772,174	2,145,856	(93,537)	74,824,493
Governmental activities capital assets, net of accumulated depreciation	<b>\$ 82,646,608</b>	<b>\$ 2,313,157</b>	<b>\$ (353,075)</b>	<b>\$ 84,606,690</b>
<b>Governmental activities</b>				
General government		\$ 247,250		
Public safety		512,323		
Public works		2,319,286		
Health and human services		10,522		
Culture, recreation and education		336,717		
Total		<b>\$ 3,426,098</b>		

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 5 - Capital Assets - Continued**

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 2,986,499	\$ -	\$ (8,076)	\$ 2,978,423
Construction in progress	2,203,308	2,970,892	(3,176,333)	1,997,867
Total capital assets not being depreciated	5,189,807	2,970,892	(3,184,409)	4,976,290
Capital assets being depreciated:				
Buildings	29,240,662	20,727	(66,835)	29,194,554
Infrastructure/systems	118,161,535	4,560,606	(603,204)	122,118,937
Machinery and equipment	9,696,398	248,413	(246,388)	9,698,423
Total capital assets being depreciated	157,098,595	4,829,746	(916,427)	161,011,914
Less accumulated depreciation for:				
Buildings	(9,502,056)	(1,129,546)	65,361	(10,566,241)
Infrastructure/systems	(24,756,695)	(3,051,817)	738,134	(27,070,378)
Machinery and equipment	(6,304,686)	(618,318)	246,387	(6,676,617)
Total accumulated depreciation	(40,563,437)	(4,799,681)	1,049,882	(44,313,236)
Total capital assets being depreciated, net of accumulated depreciation	116,535,158	30,065	133,455	116,698,678
Business-type activities capital assets, net of accumulated depreciation	\$ 121,724,965	\$ 3,000,957	\$ (3,050,954)	\$ 121,674,968
Business-type activities				
Electric		\$ 2,922,166		
Water		705,070		
Communications		29,994		
Wastewater		1,062,676		
Emergency Medical Services		79,775		
Total		\$ 4,799,681		

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 6 - Long-Term Obligations**

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

**Summary of Long-Term Obligations**

	BALANCE			AMOUNTS	
	1/1/12	ADDITIONS	REDUCTIONS	BALANCE 12/31/12	DUE WITHIN ONE YEAR
<b>GOVERNMENTAL ACTIVITIES</b>					
Bonds payable	\$ 13,702,643	\$ 475,000	\$ (4,348,975)	\$ 9,828,668	\$ 630,384
Notes payable	15,408,296	5,440,000	(2,008,854)	18,839,442	2,849,368
State Trust Fund Loans	147,749	400,000	(15,737)	532,012	16,464
Vacation pay and comp time	355,436	369,378	(355,436)	369,378	369,378
<b>TOTAL</b>	<b>\$ 29,614,124</b>	<b>\$ 6,684,378</b>	<b>\$ (6,729,002)</b>	<b>\$ 29,569,500</b>	<b>\$ 3,865,594</b>

	BALANCE			AMOUNTS	
	1/1/12	ADDITIONS	REDUCTIONS	BALANCE 12/31/12	DUE WITHIN ONE YEAR
<b>BUSINESS ACTIVITIES</b>					
General obligation bonds/notes	\$ 3,874,062	\$ -	\$ (347,172)	\$ 3,526,890	\$ 360,247
Mortgage revenue bonds	48,589,182	-	(2,464,665)	46,124,517	2,822,067
Premium	1,961,329	-	(103,683)	1,857,646	103,683
Discount	(138,952)	-	12,482	(126,470)	(12,480)
Post-employment benefits other than pensions	356,046	148,954	-	505,000	-
<b>TOTAL</b>	<b>\$ 54,641,667</b>	<b>\$ 148,954</b>	<b>\$ (2,903,038)</b>	<b>\$ 51,887,583</b>	<b>\$ 3,273,517</b>

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

Interest cost incurred during the year totaled \$985,986 for the governmental-type activities and \$2,237,914 for business-type activities. Total interest paid during the year aggregated \$1,005,542 for governmental activities and \$2,227,667 for business-type activities. Zero interest was capitalized in governmental-type capital assets and zero interest was capitalized in business-type capital assets.

*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, 2012, is comprised of the following issues:

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 6 - Long-Term Obligations - Continued**

<u>ISSUE DESCRIPTION</u>	<u>RATES (%)</u>	<u>DATES OF MATURITY</u>	<u>BALANCE 12/31/12</u>
<b>Bonds Payable</b>			
05-04	3.50 - 5.50	04-15	210,000
11-09	2.00 - 3.50	03-29	5,000,000
04-10	3.40 - 5.80	03-29	3,150,000
11-10	0.70 - 1.70	03-15	1,900,000
04-12	0.50 - 1.00	03-15	475,000
<b>Notes Payable</b>			
03-06	3.50 - 3.63	03-16	905,000
12-06	3.55 - 3.70	03-16	1,210,000
12-07	3.50	03-17	1,110,000
05-09	2.00 - 3.50	03-19	4,510,000
11-11	0.50 - 1.60	05-16	500,000
06-11	0.45 - 2.70	03-21	6,215,000
11-11	2.00 - 2.40	05-22	1,570,000
04-12	1.00 - 2.10	03-22	5,440,000
<b>State Trust Fund Loan</b>			
01-09	4.50	03-19	132,012
11-12	2.75	03-22	400,000
Total General Obligation Debt			32,727,012
Less General Obligation Debt to be repaid by Enterprise Funds			3,526,890
<b>TOTAL GOVERNMENTAL FUNDS GENERAL OBLIGATION DEBT</b>			<b><u>\$ 29,200,122</u></b>

General Obligation Debt Limit Calculation

The 2012 equalized valuation of the City as certified by the Wisconsin Department of Revenue is \$1,365,292,300. The legal debt limit and margin of indebtedness as of December 31, 2012 in accordance with Section 67.03(1)(b) of the Wisconsin Statutes follows:

Debt limit (5% of \$1,365,292,300)	\$ 68,264,615
Applicable long-term debt	(32,727,012)
Amount available in debt service fund	<u>316,135</u>
<b>Margin of Indebtedness</b>	<b><u>\$ 35,853,738</u></b>

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, 2012, is comprised of the following issues:

<u>ISSUE DESCRIPTION</u>	<u>RATES (%)</u>	<u>DATES OF MATURITY</u>	<u>BALANCE 12/31/12</u>
<b>Mortgage Revenue Bonds</b>			
03-98	2.76	05-17	\$ 1,042,465
09-98	2.76	05-18	7,682,052
10-06	3.55 - 4.50	12-26	1,260,000
12-06	3.60 - 4.00	05-21	1,080,000
07-08	6.13	12-18	3,130,000
06-09	3.00 - 4.60	12-28	3,010,000
07-09	3.50 - 4.50	05-22	1,330,000
11-10	2.00 - 5.50	12-30	27,590,000

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 6 - Long-Term Obligations - Continued**

General Obligation Bonds/Notes			
05-09	2.00 - 3.50	03-19	503,442
11-09	3.90 - 6.00	03-29	563,116
11-10	0.70 - 1.70	03-15	454,832
11-11	2.00 - 2.40	05-22	1,570,000
11-11	0.50 - 1.60	05-16	435,500
<b>TOTAL ENTERPRISE FUND DEBT</b>			<b><u>\$ 49,651,407</u></b>

Compliance on Mortgage Revenue Bonds

Principal is payable annually and interest is payable semiannually for the issues. In addition, except for the 2008 electric revenue bond, the issues contain call provisions exercisable on or after July 15, 2010, for electric bonds maturing thereafter, and on or after December 1, 2009 for water bonds maturing thereafter.

The debt is expected to be repaid with Utility revenue. City of Marshfield Ordinances provide for the following restrictions on gross revenues:

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

The required balance in the Electric and Water Reserve Accounts for December 31, 2011 is \$3,628,218 and \$399,770, and may only be used for the payment of principal and interest on bonds where there is an insufficient amount in the Special Redemption Fund.

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

Maturities of Long-Term Obligations

Maturities of the long-term debt to maturity, at December 31, 2012, are:

YEARS	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2013	\$ 3,496,216	\$ 891,270	\$ 3,182,314	\$ 2,167,318
2014	3,638,784	801,782	3,255,322	2,075,165
2015	3,403,851	725,133	3,325,384	1,970,189
2016	2,934,595	645,788	3,332,135	1,858,510
2017	2,640,399	567,404	3,410,083	1,734,470
2018-2022	8,797,762	1,855,672	13,924,684	6,897,819
2023-2027	2,951,625	837,380	11,588,376	3,985,977
2028-2032	1,336,890	81,332	7,633,109	831,463
<b>TOTAL</b>	<b><u>\$ 29,200,122</u></b>	<b><u>\$ 6,405,761</u></b>	<b><u>\$ 49,651,407</u></b>	<b><u>\$ 21,520,911</u></b>

Current Refunding

The City issued \$5,440,000 of general obligation refunding notes and \$475,000 of general obligation refunding bonds for a current year refunding. Of the \$5,440,000 of refunding notes, \$2,900,000 was used for current year projects and the remaining \$2,540,000 was for a current refunding of \$2,625,000 of outstanding 2003 general obligation refunding bonds, 2004 general obligation bonds and 2005 general obligation notes. The \$475,000 of refunding bonds were for a current refunding of \$455,000 of 2001 general obligation bonds. The transaction resulted in an economic gain of \$274,217 and a decrease of \$65,000 in future debt service principal payments.

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 7 – 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, 2012, there is one series of industrial revenue bonds outstanding, with an aggregate principal amount payable of \$2,500,000.

**NOTE 8 - 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 employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. Note: Employees hired to work nine or ten months per year (e.g. teachers contracts), but expected to return year after year are considered to have met the one-year requirement.

Prior to June 29, 2011, covered employees in the General category are required by statute to contribute 6.5 percent of their salary (3.9 percent for Executives and Elected Officials, 5.8 percent for Protective Occupations with Social Security, and 4.8 percent for Protective Occupations without Social Security) to the plan. Employers could 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.

Effective the first day of the first pay period on or after June 29, 2011 the employee required contribution was changed to one-half of the actuarially determined contribution rate for General category employees, including Teachers, and Executives and Elected Officials. Required contributions for protective contributions are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement. Contribution rates for 2012 are:

	<u>Employee</u>	<u>Employer</u>
General	5.9%	5.9%
Executives and elected officials	7.05%	7.05%
Protective with Social Security	5.9%	15.6%
Protective without Social Security	5.9%	17.9%

The payroll for City of Marshfield employees covered by the WRS for the year ended December 31, 2012, was \$13,322,650, the employer's total payroll was \$14,031,058. The total required contribution for the year ended December 31, 2012, was \$2,081,515 which consisted of \$1,293,802 or 5.9-17.9 percent of payroll from the employer and \$787,712 or 5.9-7.05 percent of payroll from employees. Total contributions for the years ending December 31, 2011 and 2010, were \$1,907,197 and \$1,851,551 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.

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 8 - Defined Benefit Pension Plans - Continued**

Participants employed prior to 1990 and on or after April 24, 1998 and prior to July 1, 2011 are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011 must have five years of creditable service to be vested.

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 9 - Post-Employment Benefits Other Than Pensions (Marshfield Utilities)**

*Plan Description* - The Utility, through its substantive commitment to provide other post-employment benefits (OPEB), maintains a single-employer defined benefit plan to provide certain post-retirement healthcare benefits to all former employees who meet retirement eligibility requirements and continue retiree medical coverage until he/she reaches the age of 65. For the health insurance benefits for certain full-time employees, who have been employed for a minimum of 15 years and retire between the ages of 62 and 65, the Utility pays 90 percent of the cost of the insurance at the time of retirement. Expenditures for the benefits described above are recognized on a pay-as-you go basis. Because of the Utility's firm commitment to provide OPEB through the payment of premiums to insurance companies on behalf of its eligible retirees, no stand-alone financial report is either available or generated.

*Funding Policy* - Premiums under the Plan for post-employment healthcare benefits are funded by retirees desiring such coverage via co-pays paid to the Utility in accordance with rates established by the Utility itself from the appropriate funds. Contribution rates for Plan members are based on the amount of cost for coverage upon date of separation of employment; at which time the Utility then pays 90% of the Plan cost each year on behalf of the employee until the employee reaches the age of 65. The member pays for the remainder of the cost of the premiums until he/she reaches the age of 65. For the year ended December 31, 2012, there were no plan participants. The Plan is financed on a pay-as-you-go basis.

*Annual OPEB Cost and Net OPEB Obligation* - The Utility's annual OPEB cost is calculated based on the annual required contribution (ARC) of the Utility, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of 30 years. The following table illustrates the components of the Utility's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the Utility's net OPEB obligation:

Annual required contribution	\$ 155,318
Interest on net OPEB obligation	1,431
Adjustment to annual required contribution	<u>(7,795)</u>
Annual OPEB cost	148,954
Contributions made	<u>-</u>
Increase in net OPEB obligation	148,954
Net OPEB obligation - beginning of year	<u>356,046</u>
 NET OPEB OBLIGATION - END OF YEAR	 <u>\$ 505,000</u>

The Utility's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ending December 31, 2012 were as follows:

<u>Fiscal Year</u> <u>Ended</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of</u> <u>Annual OPEB</u> <u>Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation -</u> <u>End of Year</u>
12/31/10	\$ 119,891	0.0%	\$ 238,847
12/31/11	117,199	0.0%	356,046
12/31/12	148,954	0.0%	505,000

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 9 - Post-Employment Benefits Other Than Pensions (Marshfield Utilities) - Continued**

*Funding Status and Funding Progress* - As of December 31, 2012, the most recent actuarial valuation date, the Plan was not funded. The actuarial accrued liability for benefits equaled \$1,354,650, resulting in an unfunded actuarial accrued liability (UAAL) of \$1,354,650. The covered payroll (annual payroll of active employees covered by the Plan) equaled \$2,859,473, and the ratio of the UAAL to the covered payroll is 47 percent.

*Actuarial Methods and Assumptions* - Actuarial valuations of the Plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The actuarial determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. Projections of benefits are based on the types of benefits provided under the Plan at the time of each valuation and on the pattern of sharing of benefit costs between the employer and plan members. Projections of benefits for financial reporting purposes do not explicitly incorporate the potential effects of unknown legal or contractual funding limitations on the pattern of cost sharing between the employer and plan members in the future. The actuarial calculations reflect a long-term perspective and actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and assets.

The schedule of funding progress, presented as RSI following the notes to the basic financial statements, presents multi-year trend information about whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

The actuarial valuation, dated January 11, 2013, was based upon the data provided by the Utility to Milliman, Inc. In performing the study, Milliman, Inc. utilized the premium rate history of the Utility's medical plans, and projected a stream of expected premium rates for each year in the future based on the data as of December 31, 2012. As such, the first year trends and expected future costs have been derived from historical premium rates for actives and retirees.

Because the Utility funds its OPEB on a pay-as-you-go basis, the Plan has no assets (investments) used specifically for paying the post-retirement medical benefits; therefore, the actuarial assumptions included a 3.0 percent discount rate, 3.0 percent per annum salary increases, 8-4.7 percent medical healthcare cost trend rate, 4-3 percent dental healthcare cost trend rate and level dollar amount amortization method over 30 years on an open basis.

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

Individual fund interfund receivable and payable balances at December 31, 2012, are as follows:

<u>RECEIVABLE FUND</u>	<u>PAYABLE FUND</u>	<u>AMOUNT</u>
<b>Governmental Funds</b>		
General	Taxi System Fund	\$ 88,356
General	Infrastructure Construction	13,804
General	TID #4	1,850,248
General	TID #5	1,126,284
General	TID #6	35,509
General	Marshfield Utilities	1,802,613
Vehicle/Equipment Fund	Marshfield Utilities	5,973
<b>Enterprise Funds</b>		
Marshfield Utilities	General	13,111
Marshfield Utilities	Cable Television Fund	271
Marshfield Utilities	Vehicle/Equipment Fund	1,650
Marshfield Utilities	Wastewater	64,022
Wastewater	Marshfield Utilities	719,445
TOTAL		<u>\$ 5,721,286</u>

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

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

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.

Individual fund transfers during 2012 are as follows:

<u>TRANSFERS OUT</u>	<u>TRANSFERS IN</u>	<u>AMOUNT</u>
<b>Governmental Funds</b>		
General	Public Safety	\$ 1,248
General	Infrastructure Construction	15,000
General	Debt Service	19,580
Park Outlay - Room Tax	Parks and Recreation	30,000
Park Outlay - Room Tax	Convention and Visitors Bureau	162,861
Capital Projects TID #2,3,4,5,6,7	Debt Service	1,212,975
Capital Projects TID #2,3,4,5,6,7	Infrastructure Construction	29,000
Cemetery Perpetual Care	General	839
Public Safety	General	404
<b>Enterprise Funds</b>		
Marshfield Utilities	Economic Development	258,168
Marshfield Utilities	General	1,795,158
TOTAL		<u>\$ 3,525,233</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.

**NOTE 11 - Fund Balance and Net Position**

Portions of fund balances and net position are not available for current appropriation or expenditure as follows:

<u>Governmental Fund</u>	<u>Purpose</u>	<u>Amount</u>
General		
Nonspendable	Prepays	\$ 38,143
Committed	Specific expenditures	\$ 179,748
Debt service		
Restricted	Specific expenditures	\$ 316,135
Capital Projects		
Committed	Specific expenditures	\$ 95,998
Assigned	Specific expenditures	\$ 777,397

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 11 – Fund Balance and Net Position - Continued**

Special Revenue			
Nonspendable	Prepays and loans		\$ 576,694
Restricted	Specific expenditures		\$1,155,599
Assigned	Specific expenditures		\$ 381,477
Permanent Fund			
Nonspendable	Perpetual care		\$ 204,279

**Governmental Activities**

Restricted for:			
Culture, recreation and education			\$ 433,834
Conservation and development			\$1,153,241
Other purposes			\$ 145,218
Debt service			\$ 316,135
Perpetual care -- nonexpendable			\$ 204,279

**Net Position**

The Water, Electric, and Wastewater Utilities have \$195,509; \$5,994,793; and \$558,718 respectively, restricted in order to meet revenue bond and DNR requirements. The Wastewater Utility has \$1,262,391 restricted for equipment replacement.

**Deficits**

The following individual funds had deficits at December 31, 2012:

Special Revenue Funds	Public Safety	\$ 1,456
	Taxi System	10,766
Capital Project Funds	Infrastructure Construction	82,271
	Public Safety	24,877
	Parks and Rec Capital Projects	6,016
	T.I.D. #4 (Downtown Redevelopment)	2,056,990
	T.I.D. #5 (Mill Creek Business Park)	1,203,293
	T.I.D. #6 (Figi Project)	35,509

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.

**CITY OF MARSHFIELD, WISCONSIN**  
NOTES TO FINANCIAL STATEMENTS - Continued  
DECEMBER 31, 2012

**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.

**NOTE 14 - Subsequent Events**

On March 26, 2013, the Common Council passed resolutions approving two debt issues:

- \$3,105,000 General Obligation Promissory Notes for the purpose of refinancing one outstanding debt issue and to finance the City's 2013 budgeted borrowing needs.
- \$3,030,000 General Obligation Promissory Bonds to finance the City's 2013 budgeted TIF #4 borrowing needs.

**NOTE 15 - 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 six 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, 2012:

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 15 - Tax Incremental Finance Districts - Continued**

	<u>TIF #2</u>	<u>TIF #3</u>	<u>TIF #4</u>	<u>TIF #5</u>
<b>PROJECT REVENUES</b>				
Tax increment	\$ 1,463,841	\$ 277,489	\$ 4,994,974	\$ 1,648,731
Intergovernmental revenue	318	407	898,797	398,809
Miscellaneous	47,423	142,279	202,532	468,072
Transfer from other funds	-	-	453,674	389,609
Proceeds of long-term debt	750,000	264,000	5,400,103	5,544,135
Total project revenues as of December 31, 2012	<u>2,261,582</u>	<u>684,175</u>	<u>11,950,080</u>	<u>8,449,356</u>
<b>PROJECT EXPENDITURES</b>				
Conservation and development	809,036	253,508	313,991	112,110
Miscellaneous	-	-	-	-
Capital expenditures	-	-	7,423,141	5,727,452
Debt issuance cost	-	-	59,991	64,576
Transfer to other funds	1,369,790	417,425	6,209,947	3,748,511
Total project expenditures as of December 31, 2012	<u>2,178,826</u>	<u>670,933</u>	<u>14,007,070</u>	<u>9,652,649</u>
<b>FUND BALANCE (DEFICIT) AS OF DECEMBER 31, 2012</b>	<u>82,756</u>	<u>13,242</u>	<u>(2,056,990)</u>	<u>(1,203,293)</u>
<b>FUTURE REQUIREMENTS</b>				
Debt service	<u>205,793</u>	<u>20,530</u>	<u>3,268,662</u>	<u>1,324,147</u>
<b>BALANCE TO BE COLLECTED ON TIF DISTRICT</b>	<u>\$ 123,037</u>	<u>\$ 7,288</u>	<u>\$ 5,325,652</u>	<u>\$ 2,527,440</u>
Termination date	March 9, 2030	May 27, 2020	September 24, 2033	March 25, 2030

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**DECEMBER 31, 2012**

**NOTE 15 - Tax Incremental Finance Districts - Continued**

The following are project summaries of the activity and status of Districts #6 and #7 through December 31, 2012:

	<u>TIF #6</u>	<u>TIF #7</u>
<b>PROJECT REVENUES</b>		
Tax increment	\$ 51,447	\$ 205,497
Intergovernmental revenue	38,369	-
Miscellaneous	30,000	384,781
Transfer from other funds	-	1,042,614
Proceeds of long-term debt	<u>516,259</u>	<u>3,184,873</u>
Total project revenues as of December 31, 2012	<u>636,075</u>	<u>4,817,765</u>
<b>PROJECT EXPENDITURES</b>		
Conservation and development	10,579	303,197
Miscellaneous	683	-
Capital expenditures	311,579	3,928,773
Debt issuance cost	-	35,220
Principal on long-term debt	-	188,787
Transfer to other funds	<u>348,743</u>	<u>-</u>
Total project expenditures as of December 31, 2012	<u>671,584</u>	<u>4,455,977</u>
<b>FUND BALANCE (DEFICIT) AS OF DECEMBER 31, 2012</b>	<u>(35,509)</u>	<u>361,788</u>
<b>FUTURE REQUIREMENTS</b>		
Debt service	<u>-</u>	<u>3,889,524</u>
<b>BALANCE TO BE COLLECTED ON TIF DISTRICT</b>	<u>\$ 35,509</u>	<u>\$ 3,527,736</u>
Termination date	December 22, 2021	May 22, 2030

**NOTE 16 – 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.

**NOTE 17 - Major Vendors**

In the Marshfield Utilities, purchases to suppliers and vendors was \$23,295,823 and \$24,882,602 for 2012 and 2011, while payments to WPSC for purchased power was \$19,439,127 and \$20,320,415 for 2012 and 2011, respectively. Payments to WPSC accounted for 83% and 82% of all purchases to suppliers and vendors in 2012 and 2011.

**REQUIRED  
SUPPLEMENTARY  
INFORMATION**

**CITY OF MARSHFIELD**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
<b>REVENUE</b>				
Taxes	\$ 8,754,771	\$ 8,424,771	\$ 8,420,906	\$ (3,865)
Special assessments	395,000	395,000	327,540	(67,460)
Intergovernmental revenues	6,985,787	7,016,462	7,035,194	18,732
Licenses and permits	155,500	155,500	247,582	92,082
Fines, forfeits and penalties	177,600	177,600	94,403	(83,197)
Charges for services	778,790	782,666	715,610	(67,056)
Other revenue	620,924	622,934	460,567	(162,367)
<b>TOTAL REVENUES</b>	<u>17,868,372</u>	<u>17,574,933</u>	<u>17,301,802</u>	<u>(273,131)</u>
<b>EXPENDITURES</b>				
Current				
General government	3,298,157	3,266,952	2,935,998	330,954
Public safety	8,295,176	8,313,558	7,982,449	331,109
Public works	5,555,691	5,233,896	4,764,531	469,365
Health and human services	184,147	184,147	171,903	12,244
Culture, recreation and education	3,136,819	3,142,574	3,040,921	101,653
Conservation and development	539,125	539,125	541,520	(2,395)
<b>TOTAL EXPENDITURES</b>	<u>21,009,115</u>	<u>20,680,252</u>	<u>19,437,322</u>	<u>1,242,930</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(3,140,743)</u>	<u>(3,105,319)</u>	<u>(2,135,520)</u>	<u>969,799</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from Enterprise Fund	1,755,000	1,755,000	1,795,158	40,158
Transfers in	1,000	1,404	1,243	(161)
Transfers out	-	(35,828)	(35,828)	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>1,756,000</u>	<u>1,720,576</u>	<u>1,760,573</u>	<u>39,997</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(1,384,743)</u>	<u>(1,384,743)</u>	<u>(374,947)</u>	<u>1,009,796</u>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>6,886,069</u>	<u>6,886,069</u>	<u>6,886,069</u>	<u>-</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 5,501,326</u>	<u>\$ 5,501,326</u>	<u>\$ 6,511,122</u>	<u>\$ 1,009,796</u>

**CITY OF MARSHFIELD, WISCONSIN**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**ON BUDGETARY ACCOUNTING AND CONTROL**  
**DECEMBER 31, 2012**

**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, 2012, the conservation and development expenditure classification had an excess of actual expenditure over budget by \$2,395.

**CITY OF MARSHFIELD**  
**POST-EMPLOYMENT HEALTHCARE SCHEDULES - MARSHFIELD UTILITIES**  
**DECEMBER 31, 2012**

**SCHEDULE OF FUNDING PROGRESS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
2010						
12/31/09	\$ -	\$ 1,206,683	\$ 1,206,683	0.0%	\$ 2,657,478	45.4%
2011						
12/31/09	\$ -	\$ 1,206,683	\$ 1,206,683	0.0%	\$ 2,823,252	42.7%
2012						
12/31/12	\$ -	\$ 1,354,650	\$ 1,354,650	0.0%	\$ 2,859,473	47.4%

**SCHEDULE OF EMPLOYER CONTRIBUTIONS**

Year Ended December 31	Annual Required Contribution	Actual Contribution	Percentage Contributed
2010	\$ 119,891	\$ -	0.0%
2011	117,199	-	0.0%
2012	155,318	-	0.0%

# **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**

The debt service fund is used to accumulate monies for payment of all long-term notes/bond and state trust fund loans except for those notes to be paid by Proprietary Fund user fees. Property taxes, including those on certain Tax Incremental Districts, are levied to finance the debt service.

**CITY OF MARSHFIELD**  
**GENERAL FUND**  
**DETAILED SCHEDULE OF REVENUES**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS
	ORIGINAL	FINAL	
Taxes			
Property	\$ 8,615,851	\$ 8,285,851	\$ 8,283,251
Sales and use	120	120	120
Payment in lieu of taxes	137,000	137,000	136,750
Interest and penalties on taxes	1,800	1,800	785
<b>TOTAL</b>	<b>8,754,771</b>	<b>8,424,771</b>	<b>8,420,906</b>
Special Assessments	395,000	395,000	327,540
Intergovernmental revenues			
State shared revenues	5,192,354	5,192,354	5,157,292
State grants	1,347,289	1,377,289	1,413,695
State payments	90,000	90,000	92,521
Grants from local governments	356,144	356,819	371,686
<b>TOTAL</b>	<b>6,985,787</b>	<b>7,016,462</b>	<b>7,035,194</b>
Licenses and Permits			
Liquor and malt beverage license	45,400	45,400	56,659
Nonbusiness license	10,100	10,100	9,955
Building permits	95,000	95,000	167,741
Zoning permits and fees	5,000	5,000	13,227
<b>TOTAL</b>	<b>155,500</b>	<b>155,500</b>	<b>247,582</b>
Fines, Forfeits and Penalties			
Law and ordinance violations	177,000	177,000	94,403
Judgement and damages	600	600	-
<b>TOTAL</b>	<b>177,600</b>	<b>177,600</b>	<b>94,403</b>
Public Charges for Services			
General government	7,875	7,875	11,906
Public safety	26,735	26,735	39,548
Transportation	69,000	69,000	57,087
Sanitation and utilities	12,000	12,000	12,032
Health	119,200	119,200	130,724
Human services	1,815	1,815	1,747
Culture, recreation and education	342,592	346,468	339,590
Conservation and development	1,500	1,500	3,189
Other charges for services	500	500	374
<b>TOTAL</b>	<b>581,217</b>	<b>585,093</b>	<b>596,197</b>

(Continued on Page 60)

**CITY OF MARSHFIELD**  
**GENERAL FUND**  
**DETAILED SCHEDULE OF REVENUES - Continued**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGETED AMOUNTS		ACTUAL
	ORIGINAL	FINAL	AMOUNTS
Intergovernmental charges for services			
Federal	\$ -	\$ -	\$ 4,236
State	6,700	6,700	7,111
Other local governments	31,550	31,550	8,969
Local departments	159,323	159,323	99,097
TOTAL	<u>197,573</u>	<u>197,573</u>	<u>119,413</u>
Other			
Interest	175,000	175,000	65,545
Rent	357,717	357,717	351,710
Donations	8,607	10,617	10,033
Sale of other equipment and property	14,600	14,600	33,804
Other miscellaneous revenues	65,000	65,000	(525)
TOTAL	<u>620,924</u>	<u>622,934</u>	<u>460,567</u>
 <b>TOTAL REVENUES</b>	 <b><u>\$ 17,868,372</u></b>	 <b><u>\$ 17,574,933</u></b>	 <b><u>\$ 17,301,802</u></b>

**CITY OF MARSHFIELD**  
**GENERAL FUND**  
**DETAILED SCHEDULE OF EXPENDITURES**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGETED AMOUNTS		ACTUAL
	ORIGINAL	FINAL	AMOUNTS
General Government			
Legislative	\$ 81,368	\$ 81,368	\$ 66,315
Legal	194,103	194,103	129,070
General administration	1,482,988	1,510,288	1,411,285
Financial administration	996,432	932,782	819,074
General buildings and plant	343,506	343,506	313,302
Other general government	199,760	204,905	196,952
TOTAL	<u>3,298,157</u>	<u>3,266,952</u>	<u>2,935,998</u>
Public Safety			
Law enforcement	5,011,039	5,032,790	4,949,450
Fire protection	2,918,371	2,915,002	2,784,855
Inspection	346,289	346,289	238,022
Disaster control	19,477	19,477	10,122
TOTAL	<u>8,295,176</u>	<u>8,313,558</u>	<u>7,982,449</u>
Public Works			
Administration for highway and streets	541,599	541,599	538,072
Highway and street maintenance	2,786,658	2,464,863	2,240,045
Road related facilities	1,123,357	1,123,357	974,245
Other transportation	249,456	249,456	163,479
Sanitation	854,621	854,621	848,690
TOTAL	<u>5,555,691</u>	<u>5,233,896</u>	<u>4,764,531</u>
Health and Human Services			
Cemetery	163,255	163,255	152,641
Aging	20,892	20,892	19,262
TOTAL	<u>184,147</u>	<u>184,147</u>	<u>171,903</u>
Culture, Recreation and Education			
Culture	1,517,382	1,518,057	1,503,602
Parks	758,204	759,004	723,253
Recreation programs and events	415,077	415,481	370,621
Recreation facilities	190,129	194,005	185,113
Zoo	210,102	210,102	212,569
Education	45,925	45,925	45,763
TOTAL	<u>3,136,819</u>	<u>3,142,574</u>	<u>3,040,921</u>

(Continued on Page 62)

**CITY OF MARSHFIELD**  
**GENERAL FUND**  
**DETAILED SCHEDULE OF EXPENDITURES - Continued**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGETED AMOUNTS		ACTUAL
	ORIGINAL	FINAL	AMOUNTS
Conservation and Development			
Economic development	\$ 5,777	\$ 5,777	\$ 10,214
Other conservation and development	<u>533,348</u>	<u>533,348</u>	<u>531,306</u>
TOTAL	<u>539,125</u>	<u>539,125</u>	<u>541,520</u>
TOTAL EXPENDITURES	<u>\$ 21,009,115</u>	<u>\$ 20,680,252</u>	<u>\$ 19,437,322</u>

**CITY OF MARSHFIELD**  
**DEBT SERVICE FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUE</b>				
Taxes	\$ 2,871,026	\$ 2,871,026	\$ 2,871,026	\$ -
Other revenue	271,702	252,122	240,645	(11,477)
<b>TOTAL REVENUES</b>	<u>3,142,728</u>	<u>3,123,148</u>	<u>3,111,671</u>	<u>(11,477)</u>
<b>EXPENDITURES</b>				
Current				
Principal retirement	3,354,828	3,354,828	6,347,193	(2,992,365)
Interest and fiscal charges	1,000,875	1,000,875	982,627	18,248
<b>TOTAL EXPENDITURES</b>	<u>4,355,703</u>	<u>4,355,703</u>	<u>7,329,820</u>	<u>(2,974,117)</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,212,975)</u>	<u>(1,232,555)</u>	<u>(4,218,149)</u>	<u>(2,985,594)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of long-term debt	-	-	3,014,043	3,014,043
Transfers in	1,212,975	1,232,555	1,232,555	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>1,212,975</u>	<u>1,232,555</u>	<u>4,246,598</u>	<u>3,014,043</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	-	28,449	28,449
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>287,686</u>	<u>287,686</u>	<u>287,686</u>	<u>-</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 287,686</u>	<u>\$ 287,686</u>	<u>\$ 316,135</u>	<u>\$ 28,449</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 receipted in the General Fund and used to offset perpetual care costs.

**CITY OF MARSHFIELD**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2012**

	SPECIAL REVENUE	CAPITAL PROJECTS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and equivalents	\$ 1,625,653	\$ 1,224,939	\$ 204,279	\$ 3,054,871
Receivables				
Taxes	51,817	1,553,956	-	1,605,773
Loans	572,521	-	-	572,521
Other	2,484	-	-	2,484
Prepays	4,173	-	-	4,173
Due from				
Other governments	111,773	-	-	111,773
	<u>2,368,421</u>	<u>2,778,895</u>	<u>204,279</u>	<u>5,351,595</u>
<b>TOTAL ASSETS</b>				
<b>LIABILITIES</b>				
Accounts payable	79,335	42,125	-	121,460
Due to				
Other funds	88,627	3,025,845	-	3,114,472
Other governments	3,167	-	-	3,167
Unearned revenues - other	21,218	100,771	-	121,989
	<u>192,347</u>	<u>3,168,741</u>	<u>-</u>	<u>3,361,088</u>
<b>TOTAL LIABILITIES</b>				
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue - tax roll	5,550	2,145,715	-	2,151,265
Unavailable revenue - special assessments	68,976	-	-	68,976
	<u>74,526</u>	<u>2,145,715</u>	<u>-</u>	<u>2,220,241</u>
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>				
<b>FUND BALANCES</b>				
Nonspendable	576,694	-	204,279	780,973
Restricted	1,155,599	-	-	1,155,599
Committed	-	95,998	-	95,998
Assigned	381,477	777,397	-	1,158,874
Unassigned	(12,222)	(3,408,956)	-	(3,421,178)
	<u>2,101,548</u>	<u>(2,535,561)</u>	<u>204,279</u>	<u>(229,734)</u>
<b>TOTAL FUND BALANCES</b>				
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
	<u>\$ 2,368,421</u>	<u>\$ 2,778,895</u>	<u>\$ 204,279</u>	<u>\$ 5,351,595</u>

**CITY OF MARSHFIELD**  
**COMBINING BALANCE SHEET**  
**DETAIL OF NONMAJOR SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2012**

	ROOM TAX FUND	CONVENTION & VISITORS BUREAU FUND	RESIDENTIAL REHABILITATION FUND
<b>ASSETS</b>			
Cash and equivalents	\$ 161,808	\$ 277,389	\$ 83,807
Receivables			
Taxes	-	-	-
Loans	-	-	356,039
Other	-	-	-
Prepays	-	4,173	-
Due from other governments	-	-	-
	<b>161,808</b>	<b>281,562</b>	<b>439,846</b>
<b>LIABILITIES</b>			
Accounts payable	-	9,536	-
Due to other funds	-	-	-
Due to other governments	-	-	-
Unearned revenue - other	-	-	-
	<b>-</b>	<b>9,536</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - tax roll	-	-	-
Unavailable revenue - special assessments	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>			
Nonspendable	-	4,173	356,039
Restricted	161,808	267,853	83,807
Assigned	-	-	-
Unassigned	-	-	-
	<b>161,808</b>	<b>272,026</b>	<b>439,846</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 161,808</b>	<b>\$ 281,562</b>	<b>\$ 439,846</b>

**CITY OF MARSHFIELD**  
**COMBINING BALANCE SHEET - Continued**  
**DETAIL OF NONMAJOR SPECIAL REVENUE FUNDS**  
**DECEMBER 31, 2012**

ECONOMIC DEVELOPMENT FUND	PUBLIC SAFETY FUND	HEALTH & HUMAN SERVICES FUND	TAXI SYSTEM FUND	CABLE TELEVISION FUND	BUSINESS IMPROVEMENT DISTRICT	TOTAL SPECIAL REVENUE FUNDS
\$ 908,126	\$ 23,298	\$ -	\$ -	\$ 151,986	\$ 19,239	\$ 1,625,653
-	-	-	4,019	-	47,798	51,817
216,482	-	-	-	-	-	572,521
-	-	-	-	-	2,484	2,484
-	-	-	-	-	-	4,173
<u>271</u>	<u>300</u>	<u>13,138</u>	<u>98,064</u>	<u>-</u>	<u>-</u>	<u>111,773</u>
<b><u>1,124,879</u></b>	<b><u>23,598</u></b>	<b><u>13,138</u></b>	<b><u>102,083</u></b>	<b><u>151,986</u></b>	<b><u>69,521</u></b>	<b><u>2,368,421</u></b>
30,007	669	13,138	18,943	7,042	-	79,335
-	-	-	88,356	271	-	88,627
-	3,167	-	-	-	-	3,167
-	21,218	-	-	-	-	21,218
<u>30,007</u>	<u>25,054</u>	<u>13,138</u>	<u>107,299</u>	<u>7,313</u>	<u>-</u>	<u>192,347</u>
-	-	-	5,550	-	-	5,550
-	-	-	-	-	68,976	68,976
-	-	-	5,550	-	68,976	74,526
216,482	-	-	-	-	-	576,694
496,913	-	-	-	144,673	545	1,155,599
381,477	-	-	-	-	-	381,477
-	(1,456)	-	(10,766)	-	-	(12,222)
<u>1,094,872</u>	<u>(1,456)</u>	<u>-</u>	<u>(10,766)</u>	<u>144,673</u>	<u>545</u>	<u>2,101,548</u>
<b><u>\$ 1,124,879</u></b>	<b><u>\$ 23,598</u></b>	<b><u>\$ 13,138</u></b>	<b><u>\$ 102,083</u></b>	<b><u>\$ 151,986</u></b>	<b><u>\$ 69,521</u></b>	<b><u>\$ 2,368,421</u></b>

**CITY OF MARSHFIELD**  
**COMBINING BALANCE SHEET**  
**DETAIL OF NONMAJOR CAPITAL PROJECT FUNDS**  
**DECEMBER 31, 2012**

	INFRASTRUCTURE CONSTRUCTION	PUBLIC SAFETY	AIRPORT OUTLAY	PARKS & REC CAPITAL PROJECTS	T.I.D. # 3 TOWER HALL
<b>ASSETS</b>					
Cash and equivalents	\$ -	\$ 70,094	\$ 10,288	\$ 1,347	\$ 86,768
Receivables					
Taxes	<u>177,098</u>	<u>249,393</u>	<u>14,484</u>	<u>19,337</u>	<u>7,264</u>
<b>TOTAL ASSETS</b>	<u><u>177,098</u></u>	<u><u>319,487</u></u>	<u><u>24,772</u></u>	<u><u>20,684</u></u>	<u><u>94,032</u></u>
<b>LIABILITIES</b>					
<b>CURRENT LIABILITIES</b>					
Accounts payable	1,026	-	-	-	-
Due to					
Other funds	13,804	-	-	-	-
Unearned revenues - other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70,760</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>14,830</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>70,760</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - tax roll	<u>244,539</u>	<u>344,364</u>	<u>20,000</u>	<u>26,700</u>	<u>10,030</u>
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u>244,539</u>	<u>344,364</u>	<u>20,000</u>	<u>26,700</u>	<u>10,030</u>
<b>FUND BALANCES</b>					
Committed	-	-	-	-	13,242
Assigned	-	-	4,772	-	-
Unassigned	<u>(82,271)</u>	<u>(24,877)</u>	<u>-</u>	<u>(6,016)</u>	<u>-</u>
<b>TOTAL FUND BALANCES</b>	<u>(82,271)</u>	<u>(24,877)</u>	<u>4,772</u>	<u>(6,016)</u>	<u>13,242</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<u><u>\$ 177,098</u></u>	<u><u>\$ 319,487</u></u>	<u><u>\$ 24,772</u></u>	<u><u>\$ 20,684</u></u>	<u><u>\$ 94,032</u></u>

**CITY OF MARSHFIELD**  
 COMBINING BALANCE SHEET - Continued  
 DETAIL OF NONMAJOR CAPITAL PROJECT FUNDS  
 DECEMBER 31, 2012

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	PUBLIC FACILITIES	TOTAL CAPITAL PROJECTS FUNDS
\$ 112,561	\$ -	\$ -	\$ -	\$ 464,898	\$ 478,983	\$ 1,224,939
<u>78,268</u>	<u>523,928</u>	<u>-</u>	<u>202,226</u>	<u>191,431</u>	<u>90,527</u>	<u>1,553,956</u>
<u>190,829</u>	<u>523,928</u>	<u>-</u>	<u>202,226</u>	<u>656,329</u>	<u>569,510</u>	<u>2,778,895</u>
-	7,226	-	-	30,211	3,662	42,125
-	1,850,248	35,509	1,126,284	-	-	3,025,845
-	-	-	-	-	30,011	100,771
<u>-</u>	<u>1,857,474</u>	<u>35,509</u>	<u>1,126,284</u>	<u>30,211</u>	<u>33,673</u>	<u>3,168,741</u>
<u>108,073</u>	<u>723,444</u>	<u>-</u>	<u>279,235</u>	<u>264,330</u>	<u>125,000</u>	<u>2,145,715</u>
<u>108,073</u>	<u>723,444</u>	<u>-</u>	<u>279,235</u>	<u>264,330</u>	<u>125,000</u>	<u>2,145,715</u>
82,756	-	-	-	-	-	95,998
-	-	-	-	361,788	410,837	777,397
<u>-</u>	<u>(2,056,990)</u>	<u>(35,509)</u>	<u>(1,203,293)</u>	<u>-</u>	<u>-</u>	<u>(3,408,956)</u>
<u>82,756</u>	<u>(2,056,990)</u>	<u>(35,509)</u>	<u>(1,203,293)</u>	<u>361,788</u>	<u>410,837</u>	<u>(2,535,561)</u>
<u>\$ 190,829</u>	<u>\$ 523,928</u>	<u>\$ -</u>	<u>\$ 202,226</u>	<u>\$ 656,329</u>	<u>\$ 569,510</u>	<u>\$ 2,778,895</u>

**CITY OF MARSHFIELD**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

	SPECIAL REVENUE	CAPITAL PROJECTS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>REVENUE</b>				
Taxes	\$ 398,670	\$ 1,803,726	\$ -	\$ 2,202,396
Intergovernmental revenues	551,622	162,596	-	714,218
Licenses and permits	210,104	-	-	210,104
Public charges for services	75,867	3,150	2,825	81,842
Other revenue	138,528	706,598	839	845,965
<b>TOTAL REVENUES</b>	<u>1,374,791</u>	<u>2,676,070</u>	<u>3,664</u>	<u>4,054,525</u>
<b>EXPENDITURES</b>				
Current				
General government	199,070	-	-	199,070
Public safety	30,470	-	-	30,470
Public works	398,347	-	-	398,347
Health and human services	157,127	-	-	157,127
Culture, recreation and education	179,528	-	-	179,528
Conservation and development	218,876	106,026	-	324,902
Capital outlay	138,593	4,457,131	-	4,595,724
Interest and fiscal charges	-	22,915	-	22,915
<b>TOTAL EXPENDITURES</b>	<u>1,322,011</u>	<u>4,586,072</u>	<u>-</u>	<u>5,908,083</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>52,780</u>	<u>(1,910,002)</u>	<u>3,664</u>	<u>(1,853,558)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of long-term debt	-	3,300,957	-	3,300,957
Transfers in	422,277	74,000	-	496,277
Transfers out	(193,265)	(1,241,975)	(839)	(1,436,079)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>229,012</u>	<u>2,132,982</u>	<u>(839)</u>	<u>2,361,155</u>
<b>NET CHANGE IN FUND BALANCES</b>	281,792	222,980	2,825	507,597
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>1,819,756</u>	<u>(2,758,541)</u>	<u>201,454</u>	<u>(737,331)</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 2,101,548</u>	<u>\$ (2,535,561)</u>	<u>\$ 204,279</u>	<u>\$ (229,734)</u>

**CITY OF MARSHFIELD**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**DETAIL OF NONMAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

	ROOM TAX FUND	CONVENTION & VISITORS BUREAU FUND	RESIDENTIAL REHABILITATION FUND	ECONOMIC DEVELOPMENT FUND
<b>REVENUE</b>				
Taxes	\$ 295,327	\$ -	\$ -	\$ 97,793
Intergovernmental revenues	-	-	-	271
Licenses and permits	-	-	-	-
Public charges for services	-	-	-	-
Other revenue	-	57,549	168	79,245
<b>TOTAL REVENUES</b>	<u>295,327</u>	<u>57,549</u>	<u>168</u>	<u>177,309</u>
<b>EXPENDITURES</b>				
Current				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health and human services	-	-	-	-
Culture, recreation and education	5,944	173,584	-	-
Conservation and development	-	-	150	152,494
Capital outlay	-	-	-	132,989
<b>TOTAL EXPENDITURES</b>	<u>5,944</u>	<u>173,584</u>	<u>150</u>	<u>285,483</u>
<b>EXCESS OF REVENUES OVER (UNDER)</b>				
<b>EXPENDITURES</b>	<u>289,383</u>	<u>(116,035)</u>	<u>18</u>	<u>(108,174)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	162,861	-	258,168
Transfers out	(192,861)	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(192,861)</u>	<u>162,861</u>	<u>-</u>	<u>258,168</u>
<b>NET CHANGE IN FUND BALANCES</b>	96,522	46,826	18	149,994
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>65,286</u>	<u>225,200</u>	<u>439,828</u>	<u>944,878</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ 161,808</u>	<u>\$ 272,026</u>	<u>\$ 439,846</u>	<u>\$ 1,094,872</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, 2012

PUBLIC SAFETY FUND	HEALTH & HUMAN SERVICES FUND	TAXI SYSTEM FUND	CABLE TELEVISION FUND	BUSINESS IMPROVEMENT DISTRICT	TOTAL SPECIAL REVENUE FUNDS
\$ -	\$ -	\$ 5,550	\$ -	\$ -	\$ 398,670
19,598	157,127	374,626	-	-	551,622
-	-	-	210,104	-	210,104
10,431	-	-	-	65,436	75,867
607	-	150	-	809	138,528
<u>30,636</u>	<u>157,127</u>	<u>380,326</u>	<u>210,104</u>	<u>66,245</u>	<u>1,374,791</u>
-	-	-	199,070	-	199,070
30,470	-	-	-	-	30,470
-	-	398,347	-	-	398,347
-	157,127	-	-	-	157,127
-	-	-	-	-	179,528
-	-	-	-	66,232	218,876
5,604	-	-	-	-	138,593
<u>36,074</u>	<u>157,127</u>	<u>398,347</u>	<u>199,070</u>	<u>66,232</u>	<u>1,322,011</u>
<u>(5,438)</u>	<u>-</u>	<u>(18,021)</u>	<u>11,034</u>	<u>13</u>	<u>52,780</u>
1,248	-	-	-	-	422,277
(404)	-	-	-	-	(193,265)
<u>844</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>229,012</u>
(4,594)	-	(18,021)	11,034	13	281,792
<u>3,138</u>	<u>-</u>	<u>7,255</u>	<u>133,639</u>	<u>532</u>	<u>1,819,756</u>
<u>\$ (1,456)</u>	<u>\$ -</u>	<u>\$ (10,766)</u>	<u>\$ 144,673</u>	<u>\$ 545</u>	<u>\$ 2,101,548</u>

**CITY OF MARSHFIELD**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**DETAIL OF NONMAJOR CAPITAL PROJECT FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

	INFRASTRUCTURE CONSTRUCTION	PUBLIC SAFETY	AIRPORT OUTLAY	PARKS & REC CAPITAL PROJECTS	T.I.D. # 3 TOWER HALL
<b>REVENUE</b>					
Taxes	\$ 461,211	\$ -	\$ 11,000	\$ 45,000	\$ 9,745
Intergovernmental revenues	-	-	-	-	15
Public charges for services	3,150	-	-	-	-
Other revenue	-	198,894	-	-	11,967
<b>TOTAL REVENUES</b>	<u>464,361</u>	<u>198,894</u>	<u>11,000</u>	<u>45,000</u>	<u>21,727</u>
<b>EXPENDITURES</b>					
Current					
Conservation and development	-	-	-	-	355
Capital outlay	2,285,967	6,028	49,074	614,069	-
Interest and fiscal charges	12,864	2,797	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>2,298,831</u>	<u>8,825</u>	<u>49,074</u>	<u>614,069</u>	<u>355</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(1,834,470)</u>	<u>190,069</u>	<u>(38,074)</u>	<u>(569,069)</u>	<u>21,372</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Issuance of long-term debt	1,587,866	352,797	-	400,000	-
Transfers in	44,000	-	-	30,000	-
Transfers out	-	-	-	-	(21,580)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>1,631,866</u>	<u>352,797</u>	<u>-</u>	<u>430,000</u>	<u>(21,580)</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(202,604)</u>	<u>542,866</u>	<u>(38,074)</u>	<u>(139,069)</u>	<u>(208)</u>
<b>FUND BALANCES AT BEGINNING OF YEAR</b>	<u>120,333</u>	<u>(567,743)</u>	<u>42,846</u>	<u>133,053</u>	<u>13,450</u>
<b>FUND BALANCES AT END OF YEAR</b>	<u>\$ (82,271)</u>	<u>\$ (24,877)</u>	<u>\$ 4,772</u>	<u>\$ (6,016)</u>	<u>\$ 13,242</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, 2012**

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	PUBLIC FACILITIES	TOTAL CAPITAL PROJECTS FUNDS
\$ 104,641	\$ 744,980	\$ -	\$ 267,167	\$ 63,982	\$ 96,000	\$ 1,803,726
17	30,834	1,784	91,043	599	38,304	162,596
-	-	-	-	-	-	3,150
-	-	-	158,100	335,732	1,905	706,598
<u>104,658</u>	<u>775,814</u>	<u>1,784</u>	<u>516,310</u>	<u>400,313</u>	<u>136,209</u>	<u>2,676,070</u>
355	25,864	354	1,568	77,530	-	106,026
-	603,090	-	-	437,576	461,327	4,457,131
-	3,583	-	-	612	3,059	22,915
<u>355</u>	<u>632,537</u>	<u>354</u>	<u>1,568</u>	<u>515,718</u>	<u>464,386</u>	<u>4,586,072</u>
<u>104,303</u>	<u>143,277</u>	<u>1,430</u>	<u>514,742</u>	<u>(115,405)</u>	<u>(328,177)</u>	<u>(1,910,002)</u>
-	496,623	-	-	77,612	386,059	3,300,957
-	-	-	-	-	-	74,000
<u>(101,526)</u>	<u>(760,734)</u>	<u>-</u>	<u>(276,441)</u>	<u>(81,694)</u>	<u>-</u>	<u>(1,241,975)</u>
<u>(101,526)</u>	<u>(264,111)</u>	<u>-</u>	<u>(276,441)</u>	<u>(4,082)</u>	<u>386,059</u>	<u>2,132,982</u>
2,777	(120,834)	1,430	238,301	(119,487)	57,882	222,980
<u>79,979</u>	<u>(1,936,156)</u>	<u>(36,939)</u>	<u>(1,441,594)</u>	<u>481,275</u>	<u>352,955</u>	<u>(2,758,541)</u>
<u>\$ 82,756</u>	<u>\$ (2,056,990)</u>	<u>\$ (35,509)</u>	<u>\$ (1,203,293)</u>	<u>\$ 361,788</u>	<u>\$ 410,837</u>	<u>\$ (2,535,561)</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 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/grants 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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> <u>AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
<b>REVENUE</b>				
Taxes				
Public accomodation taxes	\$ 267,453	\$ 267,453	\$ 295,327	\$ 27,874
Other revenue				
Donations and contributions	<u>20,000</u>	<u>20,000</u>	-	<u>(20,000)</u>
<b>TOTAL REVENUES</b>	<u>287,453</u>	<u>287,453</u>	<u>295,327</u>	<u>7,874</u>
<b>EXPENDITURES</b>				
Current				
Culture, recreation and education	<u>120,000</u>	<u>120,000</u>	<u>5,944</u>	<u>114,056</u>
<b>TOTAL EXPENDITURES</b>	<u>120,000</u>	<u>120,000</u>	<u>5,944</u>	<u>114,056</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>167,453</u>	<u>167,453</u>	<u>289,383</u>	<u>121,930</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>(175,000)</u>	<u>(175,000)</u>	<u>(192,861)</u>	<u>(17,861)</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(175,000)</u>	<u>(175,000)</u>	<u>(192,861)</u>	<u>(17,861)</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(7,547)</u>	<u>(7,547)</u>	<u>96,522</u>	<u>104,069</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>65,286</u>	<u>65,286</u>	<u>65,286</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 57,739</u>	<u>\$ 57,739</u>	<u>\$ 161,808</u>	<u>\$ 104,069</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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUE				
Other revenue				
Interest	\$ 44,700	\$ 44,700	\$ 57,549	\$ 12,849
TOTAL REVENUES	<u>44,700</u>	<u>44,700</u>	<u>57,549</u>	<u>12,849</u>
EXPENDITURES				
Current				
Culture, recreation and education	189,700	189,700	173,584	16,116
TOTAL EXPENDITURES	<u>189,700</u>	<u>189,700</u>	<u>173,584</u>	<u>16,116</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(145,000)</u>	<u>(145,000)</u>	<u>(116,035)</u>	<u>28,965</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	145,000	145,000	162,861	17,861
TOTAL OTHER FINANCING SOURCES (USES)	<u>145,000</u>	<u>145,000</u>	<u>162,861</u>	<u>17,861</u>
NET CHANGE IN FUND BALANCES	-	-	46,826	46,826
FUND BALANCE AT BEGINNING OF YEAR	<u>225,200</u>	<u>225,200</u>	<u>225,200</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 225,200</u>	<u>\$ 225,200</u>	<u>\$ 272,026</u>	<u>\$ 46,826</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, 2012**

	<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				
Other revenue				
Miscellaneous	\$ 100	\$ 100	\$ 168	\$ 68
TOTAL REVENUES	<u>100</u>	<u>100</u>	<u>168</u>	<u>68</u>
EXPENDITURES				
Current				
Conservation and development	<u>2,500</u>	<u>2,500</u>	<u>150</u>	<u>2,350</u>
TOTAL EXPENDITURES	<u>2,500</u>	<u>2,500</u>	<u>150</u>	<u>2,350</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,400)</u>	<u>(2,400)</u>	<u>18</u>	<u>2,418</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>2,400</u>	<u>2,400</u>	<u>-</u>	<u>(2,400)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,400</u>	<u>2,400</u>	<u>-</u>	<u>(2,400)</u>
NET CHANGE IN FUND BALANCES	-	-	18	18
FUND BALANCE AT BEGINNING OF YEAR	<u>439,828</u>	<u>439,828</u>	<u>439,828</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 439,828</u>	<u>\$ 439,828</u>	<u>\$ 439,846</u>	<u>\$ 18</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
<b>REVENUES</b>				
Taxes				
General property taxes	\$ 97,793	\$ 97,793	\$ 97,793	\$ -
Intergovernmental revenues				
Federal grants	-	50,000	271	(49,729)
Other revenue				
Interest	<u>74,427</u>	<u>74,427</u>	<u>79,245</u>	<u>4,818</u>
<b>TOTAL REVENUES</b>	<u>172,220</u>	<u>222,220</u>	<u>177,309</u>	<u>(44,911)</u>
<b>EXPENDITURES</b>				
Current				
Conservation and development	160,220	210,220	152,494	57,726
Capital outlay				
Public works	<u>130,000</u>	<u>130,000</u>	<u>132,989</u>	<u>(2,989)</u>
<b>TOTAL EXPENDITURES</b>	<u>290,220</u>	<u>340,220</u>	<u>285,483</u>	<u>54,737</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(118,000)</u>	<u>(118,000)</u>	<u>(108,174)</u>	<u>9,826</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>-</u>	<u>-</u>	<u>258,168</u>	<u>258,168</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>258,168</u>	<u>258,168</u>
NET CHANGE IN FUND BALANCES	(118,000)	(118,000)	149,994	267,994
FUND BALANCE AT BEGINNING OF YEAR	<u>944,878</u>	<u>944,878</u>	<u>944,878</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u><b>\$ 826,878</b></u>	<u><b>\$ 826,878</b></u>	<u><b>\$ 1,094,872</b></u>	<u><b>\$ 267,994</b></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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
<b>REVENUES</b>				
Intergovernmental revenues				
Federal grants	\$ -	\$ -	\$ 19,598	\$ 19,598
Public charges for services	-	10,431	10,431	-
Other revenue	-	904	607	(297)
<b>TOTAL REVENUES</b>	<u>-</u>	<u>11,335</u>	<u>30,636</u>	<u>19,301</u>
<b>EXPENDITURES</b>				
Current				
Public safety	-	12,179	30,470	(18,291)
Capital outlay				
Public safety	-	-	5,604	(5,604)
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>12,179</u>	<u>36,074</u>	<u>(23,895)</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>				
	<u>-</u>	<u>(844)</u>	<u>(5,438)</u>	<u>(4,594)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	-	(404)	(404)	-
Transfers in	-	1,248	1,248	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>844</u>	<u>844</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>				
	-	-	(4,594)	(4,594)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
	<u>3,138</u>	<u>3,138</u>	<u>3,138</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>				
	<u>\$ 3,138</u>	<u>\$ 3,138</u>	<u>\$ (1,456)</u>	<u>\$ (4,594)</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Intergovernmental revenues				
Federal grants	\$ -	\$ 350,000	\$ 157,127	\$ (192,873)
<b>TOTAL REVENUES</b>	<u>-</u>	<u>350,000</u>	<u>157,127</u>	<u>(192,873)</u>
<b>EXPENDITURES</b>				
Current				
Health and human services	-	350,000	157,127	192,873
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>350,000</u>	<u>157,127</u>	<u>192,873</u>
 NET CHANGE IN FUND BALANCES	 -	 -	 -	 -
 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>\$ -</u>	 <u>\$ -</u>

**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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Taxes				
General property	\$ 5,550	\$ 5,550	\$ 5,550	\$ -
Intergovernmental				
State grants	419,312	419,312	374,626	(44,686)
Other revenue	-	-	150	150
<b>TOTAL REVENUES</b>	<u>424,862</u>	<u>424,862</u>	<u>380,326</u>	<u>(44,536)</u>
<b>EXPENDITURES</b>				
Current				
Public works	424,862	424,862	398,347	26,515
<b>TOTAL EXPENDITURES</b>	<u>424,862</u>	<u>424,862</u>	<u>398,347</u>	<u>26,515</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	-	(18,021)	(18,021)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>7,255</u>	<u>7,255</u>	<u>7,255</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 7,255</u>	<u>\$ 7,255</u>	<u>\$ (10,766)</u>	<u>\$ (18,021)</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
<b>REVENUE</b>				
Licenses and permits				
Cable franchise fees	\$ 204,996	\$ 204,996	\$ 210,104	\$ 5,108
 <b>TOTAL REVENUES</b>	 <u>204,996</u>	 <u>204,996</u>	 <u>210,104</u>	 <u>5,108</u>
 <b>EXPENDITURES</b>				
Current				
General government	212,731	212,731	199,070	13,661
<b>TOTAL EXPENDITURES</b>	<u>212,731</u>	<u>212,731</u>	<u>199,070</u>	<u>13,661</u>
 <b>NET CHANGE IN FUND BALANCES</b>	 (7,735)	 (7,735)	 11,034	 18,769
 FUND BALANCE AT BEGINNING OF YEAR	 <u>133,639</u>	 <u>133,639</u>	 <u>133,639</u>	 <u>-</u>
 FUND BALANCE AT END OF YEAR	 <u>\$ 125,904</u>	 <u>\$ 125,904</u>	 <u>\$ 144,673</u>	 <u>\$ 18,769</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Public charges for services				
Economic development	\$ 64,500	\$ 64,500	\$ 65,436	\$ 936
Other revenue				
Interest	<u>100</u>	<u>100</u>	<u>809</u>	<u>709</u>
<b>TOTAL REVENUES</b>	<u>64,600</u>	<u>64,600</u>	<u>66,245</u>	<u>1,645</u>
<b>EXPENDITURES</b>				
Current				
Conservation and development	<u>64,500</u>	<u>64,500</u>	<u>66,232</u>	<u>(1,732)</u>
<b>TOTAL EXPENDITURES</b>	<u>64,500</u>	<u>64,500</u>	<u>66,232</u>	<u>(1,732)</u>
<b>NET CHANGE IN FUND BALANCES</b>	100	100	13	(87)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>532</u>	<u>532</u>	<u>532</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 632</u>	<u>\$ 632</u>	<u>\$ 545</u>	<u>\$ (87)</u>

# CAPITAL PROJECT FUNDS

- **Infrastructure Construction** - to account for the financing and construction of street and related infrastructure projects within the City.
- **Public Safety** – to account for construction, improvement and remodeling costs for public safety service buildings.
- **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.
- **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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 131,211	\$ 461,211	\$ 461,211	\$ -
Public charges for services				
Highway maintenance and construction fees	140,000	140,000	3,150	(136,850)
TOTAL REVENUES	<u>271,211</u>	<u>601,211</u>	<u>464,361</u>	<u>(136,850)</u>
EXPENDITURES				
Capital outlay				
Public works	1,888,211	2,220,211	2,285,967	(65,756)
Debt service				
Interest and fiscal charges	38,750	38,750	12,864	25,886
TOTAL EXPENDITURES	<u>1,926,961</u>	<u>2,258,961</u>	<u>2,298,831</u>	<u>(39,870)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,655,750)</u>	<u>(1,657,750)</u>	<u>(1,834,470)</u>	<u>(176,720)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	1,655,750	1,613,750	1,587,866	(25,884)
Transfers in	-	44,000	44,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>1,655,750</u>	<u>1,657,750</u>	<u>1,631,866</u>	<u>(25,884)</u>
NET CHANGE IN FUND BALANCES	-	-	(202,604)	(202,604)
FUND BALANCE AT BEGINNING OF YEAR	<u>120,333</u>	<u>120,333</u>	<u>120,333</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 120,333</u>	<u>\$ 120,333</u>	<u>\$ (82,271)</u>	<u>\$ (202,604)</u>

**CITY OF MARSHFIELD**  
**PUBLIC SAFETY CAPITAL OUTLAY FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

	<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>
<b>REVENUE</b>				
Other revenue	\$ -	\$ -	\$ 198,894	\$ 198,894
<b>TOTAL REVENUES</b>	<u>-</u>	<u>-</u>	<u>198,894</u>	<u>198,894</u>
<b>EXPENDITURES</b>				
Capital outlay				
Public safety	-	-	6,028	(6,028)
Debt service				
Interest and fiscal charges	-	-	2,797	(2,797)
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>8,825</u>	<u>(8,825)</u>
<b>EXCESS OF REVENUES</b>				
<b>OVER (UNDER) EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>190,069</u>	<u>190,069</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of long-term debt	-	-	352,797	352,797
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>-</u>	<u>-</u>	<u>352,797</u>	<u>352,797</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>-</u>	<u>-</u>	<u>542,866</u>	<u>542,866</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>(567,743)</u>	<u>(567,743)</u>	<u>(567,743)</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ (567,743)</u>	<u>\$ (567,743)</u>	<u>\$ (24,877)</u>	<u>\$ 542,866</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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Taxes				
General property	\$ 11,000	\$ 11,000	\$ 11,000	\$ -
TOTAL REVENUES	11,000	11,000	11,000	-
EXPENDITURES				
Capital outlay				
Public works	50,000	50,000	49,074	926
TOTAL EXPENDITURES	50,000	50,000	49,074	926
NET CHANGE IN FUND BALANCES	(39,000)	(39,000)	(38,074)	926
FUND BALANCE AT BEGINNING OF YEAR	42,846	42,846	42,846	-
FUND BALANCE AT END OF YEAR	\$ 3,846	\$ 3,846	\$ 4,772	\$ 926

**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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 45,000	\$ 45,000	\$ 45,000	\$ -
Intergovernmental				
State and local grants	220,000	220,000	-	(220,000)
TOTAL REVENUES	<u>265,000</u>	<u>265,000</u>	<u>45,000</u>	<u>(220,000)</u>
EXPENDITURES				
Capital outlay				
Parks outlay	299,949	699,949	614,069	85,880
TOTAL EXPENDITURES	<u>299,949</u>	<u>699,949</u>	<u>614,069</u>	<u>85,880</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(34,949)</u>	<u>(434,949)</u>	<u>(569,069)</u>	<u>(134,120)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	-	400,000	400,000	-
Operating transfers in	30,000	30,000	30,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>30,000</u>	<u>430,000</u>	<u>430,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(4,949)	(4,949)	(139,069)	(134,120)
FUND BALANCE AT BEGINNING OF YEAR	<u>133,053</u>	<u>133,053</u>	<u>133,053</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ 128,104</u>	<u>\$ 128,104</u>	<u>\$ (6,016)</u>	<u>\$ (134,120)</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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>REVENUE</b>				
Taxes				
General property	\$ 9,487	\$ 9,487	\$ 9,745	\$ 258
Intergovernmental				
State shared grants	15	15	15	-
Other revenue	<u>12,243</u>	<u>12,243</u>	<u>11,967</u>	<u>(276)</u>
<b>TOTAL REVENUES</b>	<u>21,745</u>	<u>21,745</u>	<u>21,727</u>	<u>(18)</u>
<b>EXPENDITURES</b>				
Current				
Conservation and development	<u>355</u>	<u>355</u>	<u>355</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>355</u>	<u>355</u>	<u>355</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>21,390</u>	<u>21,390</u>	<u>21,372</u>	<u>(18)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out	<u>(21,580)</u>	<u>(21,580)</u>	<u>(21,580)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(21,580)</u>	<u>(21,580)</u>	<u>(21,580)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(190)	(190)	(208)	(18)
FUND BALANCE AT BEGINNING OF YEAR	<u>13,450</u>	<u>13,450</u>	<u>13,450</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 13,260</u>	<u>\$ 13,260</u>	<u>\$ 13,242</u>	<u>\$ (18)</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
<b>REVENUE</b>				
Taxes				
General property	\$ 101,866	\$ 101,866	\$ 104,641	\$ 2,775
Intergovernmental				
Other state shared taxes	<u>15</u>	<u>15</u>	<u>17</u>	<u>2</u>
<b>TOTAL REVENUES</b>	<u>101,881</u>	<u>101,881</u>	<u>104,658</u>	<u>2,777</u>
<b>EXPENDITURES</b>				
Current				
Conservation and development	<u>355</u>	<u>355</u>	<u>355</u>	<u>-</u>
<b>TOTAL EXPENDITURES</b>	<u>355</u>	<u>355</u>	<u>355</u>	<u>-</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>101,526</u>	<u>101,526</u>	<u>104,303</u>	<u>2,777</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers out	<u>(101,526)</u>	<u>(101,526)</u>	<u>(101,526)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(101,526)</u>	<u>(101,526)</u>	<u>(101,526)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	-	-	2,777	2,777
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>79,979</u>	<u>79,979</u>	<u>79,979</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 79,979</u>	<u>\$ 79,979</u>	<u>\$ 82,756</u>	<u>\$ 2,777</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, 2012

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>POSITIVE (NEGATIVE)</u>
REVENUE				
Taxes				
General property	\$ 736,805	\$ 736,805	\$ 744,980	\$ 8,175
Intergovernmental				
Other state shared taxes	<u>26,000</u>	<u>26,000</u>	<u>30,834</u>	<u>4,834</u>
TOTAL REVENUES	<u>762,805</u>	<u>762,805</u>	<u>775,814</u>	<u>13,009</u>
EXPENDITURES				
Current				
Conservation and development	-	-	25,864	(25,864)
Capital outlay				
Conservation and development	451,533	493,533	603,090	(109,557)
Debt service				
Interest and fiscal charges	<u>10,780</u>	<u>10,780</u>	<u>3,583</u>	<u>7,197</u>
TOTAL EXPENDITURES	<u>462,313</u>	<u>504,313</u>	<u>632,537</u>	<u>(128,224)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>300,492</u>	<u>258,492</u>	<u>143,277</u>	<u>(115,215)</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	461,820	503,820	496,623	(7,197)
Operating transfers out	<u>(750,734)</u>	<u>(760,734)</u>	<u>(760,734)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(288,914)</u>	<u>(256,914)</u>	<u>(264,111)</u>	<u>(7,197)</u>
NET CHANGE IN FUND BALANCES	11,578	1,578	(120,834)	(122,412)
FUND BALANCE AT BEGINNING OF YEAR	<u>(1,936,156)</u>	<u>(1,936,156)</u>	<u>(1,936,156)</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ (1,924,578)</u>	<u>\$ (1,934,578)</u>	<u>\$ (2,056,990)</u>	<u>\$ (122,412)</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, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE
	ORIGINAL	FINAL		POSITIVE (NEGATIVE)
REVENUE				
Intergovernmental				
Other state shared taxes	\$ 2,000	\$ 2,000	\$ 1,784	\$ (216)
TOTAL REVENUES	<u>2,000</u>	<u>2,000</u>	<u>1,784</u>	<u>(216)</u>
EXPENDITURES				
Current				
Conservation and development	355	355	354	1
TOTAL EXPENDITURES	<u>355</u>	<u>355</u>	<u>354</u>	<u>1</u>
NET CHANGE IN FUND BALANCES	1,645	1,645	1,430	(215)
FUND BALANCE AT BEGINNING OF YEAR	<u>(36,939)</u>	<u>(36,939)</u>	<u>(36,939)</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ (35,294)</u>	<u>\$ (35,294)</u>	<u>\$ (35,509)</u>	<u>\$ (215)</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> <u>AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
REVENUE				
Taxes				
General property	\$ 260,083	\$ 260,083	\$ 267,167	\$ 7,084
Intergovernmental				
Other state shared revenues	16,750	16,750	91,043	74,293
Other revenue	<u>100</u>	<u>100</u>	<u>158,100</u>	<u>158,000</u>
TOTAL REVENUES	<u>276,933</u>	<u>276,933</u>	<u>516,310</u>	<u>239,377</u>
EXPENDITURES				
Current				
Conservation and development	<u>492</u>	<u>492</u>	<u>1,568</u>	<u>(1,076)</u>
TOTAL EXPENDITURES	<u>492</u>	<u>492</u>	<u>1,568</u>	<u>(1,076)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>276,441</u>	<u>276,441</u>	<u>514,742</u>	<u>238,301</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers out	<u>(276,441)</u>	<u>(276,441)</u>	<u>(276,441)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(276,441)</u>	<u>(276,441)</u>	<u>(276,441)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	-	-	238,301	238,301
FUND BALANCE AT BEGINNING OF YEAR	<u>(1,441,594)</u>	<u>(1,441,594)</u>	<u>(1,441,594)</u>	<u>-</u>
FUND BALANCE AT END OF YEAR	<u>\$ (1,441,594)</u>	<u>\$ (1,441,594)</u>	<u>\$ (1,203,293)</u>	<u>\$ 238,301</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
<b>REVENUE</b>				
Taxes				
General property	\$ 62,286	\$ 62,286	\$ 63,982	\$ 1,696
Intergovernmental				
Other state shared revenues	900	900	599	(301)
Other revenue	<u>-</u>	<u>-</u>	<u>335,732</u>	<u>335,732</u>
<b>TOTAL REVENUES</b>	<u>63,186</u>	<u>63,186</u>	<u>400,313</u>	<u>337,127</u>
<b>EXPENDITURES</b>				
Current				
Conservation and development	492	492	77,530	(77,038)
Capital outlay				
Conservation and development	-	-	437,576	(437,576)
Interest and fiscal charges	<u>-</u>	<u>-</u>	<u>612</u>	<u>(612)</u>
<b>TOTAL EXPENDITURES</b>	<u>492</u>	<u>492</u>	<u>515,718</u>	<u>(515,226)</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>				
	<u>62,694</u>	<u>62,694</u>	<u>(115,405)</u>	<u>(178,099)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of long-term debt	-	-	77,612	77,612
Operating transfers out	<u>(62,694)</u>	<u>(81,694)</u>	<u>(81,694)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(62,694)</u>	<u>(81,694)</u>	<u>(4,082)</u>	<u>77,612</u>
<b>NET CHANGE IN FUND BALANCES</b>				
	-	(19,000)	(119,487)	(100,487)
<b>FUND BALANCE AT BEGINNING OF YEAR</b>				
	<u>481,275</u>	<u>481,275</u>	<u>481,275</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>				
	<u>\$ 481,275</u>	<u>\$ 462,275</u>	<u>\$ 361,788</u>	<u>\$ (100,487)</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, 2012**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u> <u>AMOUNTS</u>	VARIANCE
	<u>ORIGINAL</u>	<u>FINAL</u>		POSITIVE (NEGATIVE)
<b>REVENUE</b>				
Taxes				
General property	\$ 96,000	\$ 96,000	\$ 96,000	\$ -
Intergovernmental revenues	-	-	38,304	38,304
Other revenue	-	-	1,905	1,905
<b>TOTAL REVENUES</b>	<u>96,000</u>	<u>96,000</u>	<u>136,209</u>	<u>40,209</u>
<b>EXPENDITURES</b>				
Capital outlay				
General government	499,000	499,000	461,327	37,673
Debt service				
Interest and fiscal charges	8,470	8,470	3,059	5,411
<b>TOTAL EXPENDITURES</b>	<u>507,470</u>	<u>507,470</u>	<u>464,386</u>	<u>43,084</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(411,470)</u>	<u>(411,470)</u>	<u>(328,177)</u>	<u>83,293</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of long-term debt	391,470	391,470	386,059	(5,411)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>391,470</u>	<u>391,470</u>	<u>386,059</u>	<u>(5,411)</u>
<b>NET CHANGE IN FUND BALANCES</b>	(20,000)	(20,000)	57,882	77,882
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>352,955</u>	<u>352,955</u>	<u>352,955</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 332,955</u>	<u>\$ 332,955</u>	<u>\$ 410,837</u>	<u>\$ 77,882</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**  
**DECEMBER 31, 2012**

	<u>EMERGENCY MEDICAL SERVICES</u>
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash	\$ 116,176
Accounts receivable	227,364
Accounts receivable - other	<u>1,322</u>
TOTAL CURRENT ASSETS	<u>344,862</u>
<b>NONCURRENT ASSETS</b>	
Capital assets, at cost	
Land	99,633
Buildings, systems and equipment	1,369,318
Less accumulated depreciation	<u>(509,250)</u>
Net capital assets	<u>959,701</u>
TOTAL NONCURRENT ASSETS	<u>959,701</u>
<b>TOTAL ASSETS</b>	<b><u>1,304,563</u></b>
<b>LIABILITIES AND NET POSITION</b>	
<b>CURRENT LIABILITIES</b>	
Accounts payable	8,404
Accrued salaries, wages and compensated absences	35,743
Accrued interest	6,617
Current portion of long-term debt	37,559
Unearned revenues - other	<u>16,735</u>
TOTAL CURRENT LIABILITIES	<u>105,058</u>
<b>NONCURRENT LIABILITIES</b>	
Long-term obligations	<u>580,151</u>
TOTAL NONCURRENT LIABILITIES	<u>580,151</u>
TOTAL LIABILITIES	<u>685,209</u>
<b>NET POSITION</b>	
Net investment in capital assets	959,701
Unrestricted	<u>(340,347)</u>
TOTAL NET POSITION	<u>619,354</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b><u>\$ 1,304,563</u></b>

**CITY OF MARSHFIELD**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

	EMERGENCY MEDICAL SERVICES
OPERATING REVENUES	
Charges for services	\$ 1,164,717
OPERATING EXPENSES	
Operations	1,114,440
Depreciation	79,775
TOTAL OPERATING EXPENSES	1,194,215
OPERATING INCOME	(29,498)
NONOPERATING REVENUE (EXPENSE)	
Interest Income	148
Interest and fiscal charges	(19,821)
Other nonoperating expenses	(1,475)
TOTAL NONOPERATING REVENUE (EXPENSE)	(21,148)
CHANGE IN NET POSITION	(50,646)
NET POSITION AT BEGINNING OF YEAR	670,000
NET POSITION AT END OF YEAR	\$ 619,354

**CITY OF MARSHFIELD, WISCONSIN**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

	<u>EMERGENCY MEDICAL SERVICES</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers and users	\$ 1,083,649
Payments to suppliers and vendors	(185,829)
Payments to employees	<u>(924,542)</u>
<b>NET CASH USED IN OPERATING ACTIVITIES</b>	<u>(26,722)</u>
 <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Acquisition and construction of capital assets	(70,260)
Interest paid	(19,834)
Principal paid on long-term debt	<u>(37,358)</u>
<b>NET CASH USED IN CAPITAL AND         RELATED FINANCING ACTIVITIES</b>	<u>(127,452)</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	<u>148</u>
<b>NET CASH PROVIDED BY INVESTING ACTIVITIES</b>	<u>148</u>
 <b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	 (154,026)
 <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	 <u>270,202</u>
 <b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	 <u><u>116,176</u></u>
 <b>RECONCILIATION OF OPERATING INCOME TO CASH PROVIDED BY (USED IN) ACTIVITIES</b>	
Operating income	(29,498)
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation charged to depreciation expense	79,775
Changes in assets and liabilities	
(Increase) decrease in assets	
Accounts receivable	(81,068)
Increase (decrease) in current liabilities	
Accounts payable	(1,941)
Other accrued expenses	<u>6,010</u>
 <b>NET CASH USED IN OPERATING ACTIVITIES</b>	 <u><u>\$ (26,722)</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 POSITION**  
**DECEMBER 31, 2012**

	AGENCY FUNDS				TOTAL
	PAYROLL DEDUCTIONS	PERFORMANCE BONDS	PROPERTY TAX	SALES TAX	
<b>ASSETS</b>					
Cash and equivalents	\$ 378,507	\$ 1,470	\$ 5,996,634	\$ 1,510	\$ 6,378,121
Investments	-	14,400	-	-	14,400
Taxes receivable	-	-	15,433,950	-	15,433,950
Other receivables	13,959	-	-	-	13,959
<b>TOTAL ASSETS</b>	<b>392,466</b>	<b>15,870</b>	<b>21,430,584</b>	<b>1,510</b>	<b>21,840,430</b>
<b>LIABILITIES</b>					
LIABILITIES					
Accounts payable	-	15,870	219	-	16,089
Other accrued expenses	392,466	-	-	-	392,466
Due to other governments	-	-	21,430,365	1,510	21,431,875
<b>TOTAL LIABILITIES</b>	<b>\$ 392,466</b>	<b>\$ 15,870</b>	<b>\$ 21,430,584</b>	<b>\$ 1,510</b>	<b>\$ 21,840,430</b>

**CITY OF MARSHFIELD, WISCONSIN**  
**COMBINING STATEMENT OF CHANGES IN ASSETS**  
**AND LIABILITIES - ALL AGENCY FUNDS**  
**YEAR ENDED DECEMBER 31, 2012**

	BALANCE 1/1/12	ADDITIONS	DEDUCTIONS	BALANCE 12/31/12
<b>Payroll Deductions</b>				
ASSETS				
Cash	\$ 427,138	\$ 920,975	\$ 969,606	\$ 378,507
Receivables-Other	12,697	76,169	74,907	13,959
<b>TOTAL ASSETS</b>	<b>\$ 439,835</b>	<b>\$ 997,144</b>	<b>\$ 1,044,513</b>	<b>\$ 392,466</b>
LIABILITIES				
Payroll Deductions	\$ 439,835	\$ 17,463,151	\$ 17,510,520	\$ 392,466
<b>Performance Bonds</b>				
ASSETS				
Cash and Investments	\$ 15,370	\$ 500,950	\$ 500,450	\$ 15,870
LIABILITIES				
Accounts Payable	\$ 15,370	\$ 501,400	\$ 500,900	\$ 15,870
<b>Property Tax</b>				
ASSETS				
Cash	\$ 5,383,653	\$ 20,789,464	\$ 20,176,483	\$ 5,996,634
Taxes Receivable	15,642,735	35,222,916	35,431,701	15,433,950
<b>TOTAL ASSETS</b>	<b>\$ 21,026,388</b>	<b>\$ 56,012,380</b>	<b>\$ 55,608,184</b>	<b>\$ 21,430,584</b>
LIABILITIES				
Accounts Payable	\$ 797	\$ 18,546	\$ 19,124	\$ 219
Due to Other Governments	21,025,591	34,819,505	34,414,731	21,430,365
<b>TOTAL LIABILITIES</b>	<b>\$ 21,026,388</b>	<b>\$ 34,838,051</b>	<b>\$ 34,433,855</b>	<b>\$ 21,430,584</b>
<b>State of Wisconsin</b>				
ASSETS				
Cash	\$ 1,061	\$ 4,962	\$ 4,513	\$ 1,510
LIABILITIES				
Due to Other Governments	\$ 1,061	\$ 30,528	\$ 30,079	\$ 1,510
<b>TOTAL - ALL AGENCY FUNDS</b>				
ASSETS				
Cash and Investments	\$ 5,827,222	\$ 22,216,351	\$ 21,651,052	\$ 6,392,521
Taxes Receivable	15,642,735	35,222,916	35,431,701	15,433,950
Receivables-Other	12,697	76,169	74,907	13,959
<b>TOTAL ASSETS</b>	<b>\$ 21,482,654</b>	<b>\$ 57,515,436</b>	<b>\$ 57,157,660</b>	<b>\$ 21,840,430</b>
LIABILITIES				
Accounts Payable	\$ 16,167	\$ 519,946	\$ 520,024	\$ 16,089
Payroll Deductions	439,835	17,463,151	17,510,520	392,466
Due to Other Governments	21,026,652	34,850,033	34,444,810	21,431,875
<b>TOTAL LIABILITIES</b>	<b>\$ 21,482,654</b>	<b>\$ 52,833,130</b>	<b>\$ 52,475,354</b>	<b>\$ 21,840,430</b>

**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, in accordance with the 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, the 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, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 15, 2013. The financial statements of the Marshfield Utilities were not audited in accordance with *Government Auditing Standards*. An explanatory paragraph has been added due to the implementation of Governmental Accounting Standards Board (GASB Statement) No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position," and GASB Statement No. 65, "Items Previously Reported as Assets and Liabilities," in 2012.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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 a 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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from 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*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Hawkins, Ash, Sartin & Company, LLP*

Manitowoc, Wisconsin  
April 15, 2013

# 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>
<b>Financial Trends</b>	101-106
<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>	
<b>Revenue Capacity</b>	107-110
<i>These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	
<b>Debt Capacity</b>	111-115
<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>	
<b>Demographic and Economic Information</b>	116-117
<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>	
<b>Operating Information</b>	118-120
<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>	

**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 POSITION BY COMPONENT

Last Seven Fiscal Years

	2006	2007	2008	2009	2010	2011	2012
<b>Governmental activities</b>							
Net investment in capital assets	\$ 38,517,647	\$ 40,985,589	\$ 49,359,157	\$ 48,640,592	\$ 51,905,874	\$ 52,668,321	\$ 55,081,370
Restricted	5,276,019	8,674,245	2,383,051	2,511,961	2,194,391	2,883,068	2,252,707
Unrestricted	3,675,874	2,868,674	3,347,412	8,540,862	5,899,831	5,081,837	5,107,094
Total governmental activities net position	\$ 47,469,540	\$ 52,528,508	\$ 55,089,620	\$ 59,693,415	\$ 60,000,096	\$ 60,633,226	\$ 62,441,171
<b>Business-type activities</b>							
Net investment in capital assets	\$ 56,130,553	\$ 62,317,775	\$ 66,060,210	\$ 64,834,285	\$ 73,465,761	\$ 71,040,052	\$ 73,537,922
Restricted	8,759,289	5,814,338	4,848,441	5,078,315	10,153,697	8,437,072	8,011,411
Unrestricted	7,740,297	7,144,509	9,443,954	13,367,865	3,001,171	9,315,094	12,751,544
Total business-type activities net position	\$ 72,630,139	\$ 75,276,622	\$ 80,352,605	\$ 83,280,465	\$ 86,620,629	\$ 88,792,218	\$ 94,300,877
<b>Primary government</b>							
Net investment in capital assets	\$ 94,648,200	\$ 103,303,364	\$ 115,419,367	\$ 113,474,877	\$ 125,371,635	\$ 123,708,373	\$ 128,619,292
Restricted	14,035,308	14,488,583	7,231,492	7,590,276	12,348,088	11,320,140	10,264,118
Unrestricted	11,416,171	10,013,183	12,791,366	21,908,727	8,901,002	14,396,931	17,858,638
Total primary government net position	\$ 120,099,679	\$ 127,805,130	\$ 135,442,225	\$ 142,973,880	\$ 146,620,725	\$ 149,425,444	\$ 156,742,048

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

	2006	2007	2008	2009	2010	2011	2012
<b>EXPENSES</b>							
Governmental activities:							
General government	\$ 2,837,959	\$ 3,003,721	\$ 3,229,005	\$ 3,230,673	\$ 3,260,294	\$ 3,398,507	\$ 2,684,149
Public safety	7,049,167	7,139,830	7,366,395	7,426,153	9,594,245	8,309,279	8,329,869
Public works	6,562,636	7,140,078	6,690,349	5,769,972	5,520,843	6,800,762	6,899,118
Health and human services	145,191	150,081	461,958	464,500	548,620	388,087	493,887
Conservation and development	806,118	3,400,317	3,136,079	3,333,826	3,399,249	3,679,970	3,767,000
Culture, recreation, and education	3,153,481	742,530	833,929	1,053,903	1,732,273	1,343,624	1,209,269
Interest on long-term debt	1,057,498	945,708	934,124	876,142	1,128,733	1,061,916	985,986
Total governmental activities expenses	21,612,050	22,522,265	22,651,839	22,155,169	25,184,257	24,982,145	24,369,278
Business-type activities:							
Electric	23,155,498	28,000,226	24,666,782	25,213,657	26,533,890	28,610,771	27,514,913
Water	2,243,908	2,526,510	2,483,984	2,678,088	3,021,251	2,974,484	2,945,867
Wastewater	3,524,068	3,618,360	3,691,492	3,707,471	3,856,213	3,905,893	3,660,710
EMS	774,251	858,601	875,909	955,215	1,104,934	1,193,145	1,212,512
Communications	30,818	24,702	28,707	35,527	44,606	45,907	53,733
Total business-type activities expenses	29,728,543	35,028,399	31,746,874	32,589,958	34,560,894	36,730,200	35,387,725
Total primary government expenses	\$ 51,340,593	\$ 57,550,664	\$ 54,398,713	\$ 54,745,127	\$ 59,745,151	\$ 61,712,345	\$ 59,757,003
<b>PROGRAM REVENUES</b>							
Governmental activities:							
Charges for services:							
General government	\$ 752,306	\$ 778,777	\$ 783,088	\$ 781,435	\$ 810,056	\$ 811,491	\$ 881,778
Public safety	241,567	315,359	319,526	267,262	253,590	223,238	206,690
Public works	148,087	249,416	133,232	186,980	64,430	59,422	48,534
Health and human services	113,364	137,203	132,075	119,720	134,968	152,351	147,328
Culture, recreation and education	286,341	304,686	317,457	323,267	320,980	324,168	338,618
Conservation and development	68,206	66,176	59,973	66,903	120,376	73,929	71,071
Operating grants and contributions	3,415,892	5,375,169	3,030,381	4,642,681	2,907,232	2,924,600	2,503,681
Total governmental activities program revenues	5,025,763	7,226,786	4,775,732	6,388,248	4,611,632	4,569,199	4,197,700
Business-type activities:							
Charges for services:							
Electric	24,326,967	28,623,244	26,470,222	26,080,435	29,380,427	29,839,492	30,502,556
Water	2,940,572	3,026,953	3,500,614	3,493,170	3,515,209	3,521,334	4,197,018
Wastewater	4,605,808	4,482,341	4,912,487	4,867,997	4,627,965	4,970,967	5,171,478
EMS	840,421	924,049	928,755	979,562	984,921	1,146,240	1,164,717
Communications	56,570	56,570	67,386	67,576	70,746	78,046	185,923
Operating grants and contributions	2,687,493	729,069	818,916	607,705	432,654	564,255	1,085,913
Total business-type activities program revenues	35,457,831	37,842,266	36,697,380	36,096,445	39,011,922	40,120,334	42,307,605
Total primary government program revenues	\$ 40,483,594	\$ 45,069,052	\$ 41,473,112	\$ 42,484,693	\$ 43,623,554	\$ 44,689,533	\$ 46,505,305

	2006	2007	2008	2009	2010	2011	2012
<b>NET (EXPENSE)REVENUE</b>							
Governmental activities	\$ (16,586,287)	\$ (15,295,479)	\$ (17,876,107)	\$ (15,766,921)	\$ (20,572,625)	\$ (20,412,946)	\$ (20,171,578)
Business-type activities:	5,729,288	2,813,867	4,950,506	3,506,487	4,451,028	3,390,134	6,919,880
Total primary government net expense	\$ (10,856,999)	\$ (12,481,612)	\$ (12,925,601)	\$ (12,260,434)	\$ (16,121,597)	\$ (17,022,812)	\$ (13,251,698)
<b>GENERAL REVENUES AND OTHER CHANGES IN NET POSITION</b>							
Governmental activities:							
Taxes							
Property taxes	\$ 11,853,933	\$ 11,983,483	\$ 12,152,349	\$ 12,426,456	\$ 12,568,324	\$ 12,895,833	\$ 13,061,346
Public accommodation taxes	268,552	298,206	310,200	272,087	267,453	297,055	285,327
Other taxes	120,326	121,963	125,787	128,671	134,724	134,366	136,870
State shared revenues	5,677,253	5,796,398	5,758,678	5,669,086	5,577,595	5,445,527	5,231,561
Interest and investment income	563,694	654,187	519,600	177,816	202,382	123,621	87,063
Miscellaneous	109,476	170,885	195,002	222,511	342,746	389,034	1,114,030
Transfers	1,386,151	1,329,331	1,375,603	1,474,088	1,798,654	1,760,640	2,053,326
Total governmental activities	19,979,385	20,354,453	20,437,219	20,370,715	20,891,878	21,046,076	21,979,523
Business-type activities:							
Investment earnings	1,006,583	1,161,950	1,525,548	903,486	695,273	542,095	640,624
Gain (loss) on disposal of capital assets	-	-	(24,468)	(8,026)	(6,873)	-	1,481
Transfers	(1,386,151)	(1,329,331)	(1,375,603)	(1,474,088)	(1,794,421)	(1,760,640)	(2,053,326)
Total business-type activities	(379,568)	(167,381)	125,477	(578,628)	(1,106,021)	(1,218,545)	(1,411,221)
Total primary government	\$ 19,599,817	\$ 20,187,072	\$ 20,562,696	\$ 19,792,087	\$ 19,785,857	\$ 19,827,531	\$ 20,568,302
<b>CHANGE IN NET POSITION</b>							
Governmental activities	\$ 3,393,098	\$ 5,058,974	\$ 2,561,112	\$ 4,603,794	\$ 319,253	\$ 633,130	\$ 1,807,945
Business-type activities	5,349,720	2,646,486	5,075,983	2,927,859	3,345,007	2,171,589	5,508,659
Total primary government	\$ 8,742,818	\$ 7,705,460	\$ 7,637,095	\$ 7,531,653	\$ 3,664,260	\$ 2,804,719	\$ 7,316,604

**CITY OF MARSHFIELD, WISCONSIN**  
**FUND BALANCES, GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 716	\$ 38,143
Committed	-	-	-	-	-	-	-	-	231,659	179,748
Unassigned	-	-	-	-	-	-	-	-	6,653,694	6,293,231
Reserved	-	-	-	-	118,412	104,686	27,492	6,632	-	-
Unreserved, designated	743,835	611,885	534,326	545,491	416,491	353,590	426,747	366,633	-	-
Unreserved, undesignated	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	\$ 7,006,516	\$ 6,506,366	\$ 6,022,577	\$ 6,823,987	\$ 7,104,358	\$ 6,914,031	\$ 6,994,731	\$ 7,739,953	\$ 6,886,069	\$ 6,511,122

All Other Governmental Funds

Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 800,856	\$ 780,973
Restricted	-	-	-	-	-	-	-	-	1,389,534	1,471,734
Committed	-	-	-	-	-	-	-	-	93,429	95,998
Assigned	-	-	-	-	-	-	-	-	1,269,893	1,158,874
Unassigned	-	-	-	-	-	-	-	-	(4,003,357)	(3,421,178)
Reserved	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	1,395,127	1,253,986	860,535	710,040	782,896	1,230,321	705,125	158,187	-	-
Capital projects funds	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	\$ 3,468,560	\$ 1,010,837	\$ 926,162	\$ 2,774,371	\$ 2,915,716	\$ 1,494,965	\$ 5,221,392	\$ (1,297,182)	\$ (449,645)	\$ 86,401

**Note:** The City began to report new fund balance classifications when it implemented GASB Statement 54 in fiscal year 2011.

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

Last Ten Fiscal Years

*(modified accrual basis of accounting)*

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>REVENUES</b>										
Taxes	\$ 10,741,755	\$ 9,600,828	\$ 11,669,225	\$ 12,244,384	\$ 12,404,111	\$ 12,589,794	\$ 12,828,566	\$ 12,972,357	\$ 13,328,682	\$ 13,494,328
Intergovernmental	8,141,905	8,007,428	7,829,179	8,178,745	9,778,939	8,325,247	8,426,325	8,264,185	8,191,364	7,749,412
Licenses and permits	358,391	349,784	361,741	359,464	386,347	382,488	367,784	381,728	377,060	457,686
Fines and forfeitures	144,742	115,939	115,089	111,511	134,092	141,603	125,395	115,316	112,229	94,403
Charges for services	803,893	767,002	841,483	827,243	1,008,067	897,936	908,681	848,648	794,286	797,452
Special assessments	415,819	430,340	183,661	451,081	416,277	433,610	545,014	331,540	283,843	327,540
Other revenues	902,342	861,698	1,271,942	1,009,631	2,220,057	1,094,169	2,149,237	1,066,060	900,544	1,547,177
<b>Total revenues</b>	<b>21,508,847</b>	<b>20,133,019</b>	<b>22,272,320</b>	<b>23,182,059</b>	<b>26,347,890</b>	<b>23,864,847</b>	<b>25,351,002</b>	<b>23,979,834</b>	<b>23,988,008</b>	<b>24,467,998</b>
<b>EXPENDITURES</b>										
General government	2,422,536	2,433,613	2,698,149	2,656,891	2,886,509	3,023,589	3,082,462	3,161,276	3,140,869	3,135,068
Public safety	6,943,438	7,143,411	7,224,417	6,842,836	6,891,604	7,126,431	7,378,977	7,789,867	8,133,175	8,012,919
Health and human services	129,354	132,291	136,268	140,662	149,944	165,838	159,155	228,534	312,268	329,030
Conservation and development	533,726	581,582	986,771	806,118	721,646	797,444	840,193	1,346,945	877,973	866,422
Other public works	4,753,033	4,897,077	5,275,205	5,063,692	5,733,327	6,087,393	6,034,196	5,163,379	5,611,502	5,162,878
Culture and recreation	2,669,165	2,742,275	2,934,345	2,884,804	3,057,845	3,119,227	3,167,467	3,438,803	3,318,627	3,220,449
Capital outlay	5,101,971	3,571,624	4,079,773	4,149,499	5,533,825	2,530,625	7,957,509	8,374,827	7,011,195	4,595,724
Debt service										
Interest	1,249,186	1,140,562	993,236	1,039,318	932,975	914,459	817,643	1,061,260	1,099,300	1,005,542
Principal	5,735,630	4,311,821	2,824,211	5,955,762	3,202,824	3,176,322	3,122,619	2,921,135	2,907,297	6,347,193
<b>Total expenditures</b>	<b>29,538,039</b>	<b>26,954,256</b>	<b>27,152,375</b>	<b>29,539,562</b>	<b>29,110,499</b>	<b>26,941,328</b>	<b>32,560,221</b>	<b>33,486,026</b>	<b>32,412,206</b>	<b>32,675,225</b>
Excess of revenues over (under) expenditures	(8,029,192)	(6,821,237)	(4,880,055)	(6,357,503)	(2,762,609)	(3,076,481)	(7,209,219)	(9,506,192)	(8,424,198)	(8,207,227)

**CITY OF MARSHFIELD, WISCONSIN**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
 Last Ten Fiscal Years  
*(modified accrual basis of accounting)*

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>OTHER FINANCING SOURCES (USES)</b>										
Long-term debt issued	\$ 5,640,000	\$ 2,574,610	\$ 3,036,799	\$ 4,685,000	\$ 1,855,000	\$ 89,800	\$ 9,516,560	\$ 3,300,000	\$ 6,663,045	\$ 6,315,000
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	-	4,166	-
Transfers in	1,896,037	1,588,433	1,142,862	1,063,913	3,678,900	3,145,115	1,424,337	1,322,191	1,734,655	1,730,075
Transfers in (out) - proprietary fund	1,003,634	1,288,753	1,274,792	1,386,151	1,329,331	1,375,603	1,474,089	3,137,661	1,760,640	1,795,158
Transfers in-nonexpendable trust fund	2,445	2,910	-	-	-	-	-	-	-	-
Transfers out	(1,898,482)	(1,591,343)	(1,142,862)	(1,063,913)	(3,678,900)	(3,145,115)	(1,424,337)	(2,661,198)	(1,734,655)	(1,471,907)
Total other financing sources (uses)	6,738,634	3,863,363	4,311,591	9,007,140	3,184,331	1,465,403	11,006,344	3,755,414	8,417,851	8,368,326
Net change in fund balances	\$ (1,290,558)	\$ (2,957,874)	\$ (568,464)	\$ 2,649,617	\$ 421,722	\$ (1,611,078)	\$ 3,797,125	\$ (5,750,778)	\$ (6,347)	\$ 161,089
Capital outlay, reported above	\$ 5,101,971	\$ 3,571,624	\$ 4,079,773	\$ 4,149,499	\$ 5,533,825	\$ 2,530,625	\$ 7,957,509	\$ 8,374,827	\$ 7,011,195	\$ 4,595,724
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	967,476	393,674
Acquisition and construction of capital asset	\$ 3,143,512	\$ 3,329,709	\$ 4,222,198	\$ 3,971,925	\$ 5,372,882	\$ 3,053,624	\$ 6,118,528	\$ 11,501,453	\$ 7,978,671	\$ 4,989,398
Debt service as a percentage of noncapital expenditures	26.5%	23.1%	16.6%	27.4%	17.4%	17.1%	14.9%	18.1%	16.4%	26.6%

**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
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	57,488,880	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%
2011	775,078,300	489,813,200	44,208,900	780,600	58,104,360	1,367,985,360	8.96	1,365,646,700	100.171%
2012	777,592,400	490,659,100	50,873,800	751,000	61,394,020	1,381,270,320	8.95	1,365,292,300	101.170%

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 of Marshfield				Overlapping Rates							
	Operating Millage	Debt Service Millage (1)	City Direct Tax Rate		Wood County	Marshfield School District - Wood	Mid-State Technical College - Wood	State of Wisconsin - Wood	Marathon County	Marshfield School District - Marathon	Mid-State Technical College - Marathon	State of Wisconsin - Marathon
2003	\$ 6.89	2.36	\$ 9.25	\$	4.61	7.81	1.56	0.19	5.10	7.71	1.54	0.19
2004	8.76	0.97	9.73		4.85	7.20	1.59	0.20	5.41	7.29	1.61	0.20
2005	7.29	2.62	9.91		5.12	7.21	1.60	0.19	5.39	7.16	1.59	0.19
2006	7.49	2.42	9.91		5.18	7.78	1.62	0.19	5.25	7.54	1.57	0.18
2007	7.56	2.31	9.87		5.26	7.46	1.62	0.19	5.31	7.28	1.58	0.18
2008	7.61	2.26	9.87		5.24	8.84	1.65	0.19	5.12	8.51	1.59	0.18
2009	7.60	2.26	9.86		5.21	9.64	1.70	0.19	5.15	9.41	1.66	0.18
2010	6.90	2.06	8.96		4.64	9.13	1.62	0.17	4.61	8.95	1.59	0.16
2011	7.08	1.88	8.96		4.68	9.37	1.70	0.17	4.76	9.37	1.70	0.17
2012	6.78	2.17	8.95		4.64	9.64	1.72	0.17	4.65	9.51	1.69	0.17

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.

1.) The significant variance in Debt Service Millage for 2004 was a result of a one-time increase of TIF transfers to debt service.

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

	2012			2004		
	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Rank	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Rank
<u>Type of Business</u>						
Marshfield Clinic	\$ 146,269,470	10.59%	1	\$ 113,227,600	10.05%	1
Wal-Mart Development	21,689,220	1.57%	2	22,430,880	1.99%	2
Menards Development	12,755,400	0.92%	3	12,246,130	1.09%	5
V & H Ford Development	11,886,670	0.86%	4	10,823,750	0.96%	7
Festival Foods Development	10,673,660	0.77%	5	9,263,200	0.82%	9
Masonite (Marshfield Door Systems)	9,786,500	0.71%	6	12,479,600	1.11%	4
Roehl Development	9,202,680	0.67%	7			
Completion Industrial Minerals	8,279,900	0.60%	8			
Security Health	7,571,660	0.55%	9			
Ken Staab Partnerships	7,003,470	0.51%	10	8,505,370	0.75%	10
Badger Housing	-	-	-	12,992,760	1.15%	3
Northway Mall Development	-	-	-	10,988,460	0.98%	6
Wick Building Systems	-	-	-	10,301,710	0.91%	8
<b>Total</b>	<b>\$ 245,118,630</b>	<b>17.75%</b>		<b>\$ 223,259,460</b>	<b>19.81%</b>	
<b>Total 2012 Assessed Value</b>	<b>\$ 1,381,270,320</b>					

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
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%
2011	13,009,947	12,975,761	99.7%	43,220	13,018,981	100.1%
2012	13,256,652	13,222,017	99.7%	31,867	13,253,884	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	Population	Personal Income	Governmental Activities				Business-type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
			General Obligation Notes & Bonds	State Trust Fund Loans	Less Debt Service Fund	Net General Obligation Debt	Mortgage Revenue Bonds	Capital Leases					
2003	18,861	\$ 2,368,474	\$ 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	2,442,770	24,280,183	-	3,411	24,276,772	24,650,673	127,051	49,054,496	2.01%	2,660		
2005	19,258	2,478,239	24,352,815	-	5,490	24,347,325	24,686,147	84,700	49,118,172	1.98%	2,551		
2006	19,420	2,593,512	25,710,226	155,000	39,505	25,825,721	25,965,713	42,350	51,633,784	2.00%	2,669		
2007	19,346	2,738,202	24,180,000	155,000	1,887,738	22,447,262	27,928,514	-	50,375,776	1.84%	2,604		
2008	19,454	2,868,199	20,895,000	211,261	24,829	21,091,432	60,423,676	-	81,508,108	2.84%	4,190		
2009	19,413	2,758,485	27,065,000	261,152	177,734	27,148,418	63,175,296	-	90,323,714	3.27%	4,653		
2010	19,451	2,811,865	27,370,000	205,303	220,714	27,354,669	64,087,449	-	91,442,038	3.25%	4,701		
2011	19,118	2,929,491	32,985,000	147,748	289,840	32,842,908	48,589,182	-	81,432,090	2.78%	4,259		
2012	19,061	2,929,491	32,195,000	532,011	316,135	32,410,876	46,124,517	-	78,535,393	2.68%	4,120		

**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/irels>

These ratios are calculated using personal income and population for the prior calendar year. Personal income information for 2012 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		
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
2011	19,118	1,367,985,360	33,132,748	289,840	32,842,908	2.40%	1,718
2012	19,061	1,381,270,320	32,727,011	316,135	32,410,876	2.35%	1,700

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, 2012**

<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>
<b>Debt repaid with property taxes</b>			
Wood County	\$ 3,610,000	26.56%	\$ 958,816
Marathon County	14,160,008	1.17%	165,672
School District of Marshfield	21,011,894	66.77%	14,029,642
Mid-State Technical College	28,680,000	11.04%	3,166,272
Subtotal, overlapping debt			18,320,402
<b>City direct debt</b>			<u>32,410,876</u>
<b>Total direct and overlapping debt</b>			<u>\$ 50,731,278</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**  
**LEGAL DEBT MARGIN INFORMATION**  
 Last Ten Fiscal Years

		<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Debt limit	\$	47,493,350	56,670,395	58,990,960	62,008,575	64,137,760	66,497,950	66,687,495	66,637,330	68,282,335	68,264,615
Total net debt margin	\$	<u>24,753,686</u>	<u>24,276,772</u>	<u>24,347,325</u>	<u>25,825,721</u>	<u>22,447,262</u>	<u>21,081,432</u>	<u>27,148,418</u>	<u>27,354,589</u>	<u>32,845,054</u>	<u>32,410,876</u>
Legal debt margin	\$	<u>22,739,664</u>	<u>32,393,623</u>	<u>34,643,635</u>	<u>36,182,854</u>	<u>41,690,498</u>	<u>45,416,518</u>	<u>39,539,077</u>	<u>39,282,741</u>	<u>35,437,271</u>	<u>35,853,739</u>
Total net debt applicable to the limit as a percentage of debt limit		52.12%	42.84%	41.27%	41.65%	35.00%	31.70%	40.71%	41.05%	48.10%	47.48%

Equalized value	\$	1,366,292,300
Debt limit (5% of equalized value)		68,264,615
Debt applicable to limitation:		
General obligation debt		32,727,011
Less: Amount set aside for repayment of general obligation debt		<u>(316,135)</u>
Total net debt applicable to limit		<u>32,410,876</u>
Legal debt margin	\$	<u>35,853,739</u>

**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 Principal (3)(4)(5)	Debt Service Interest (3)	
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
2011	38,949,779	29,213,593	9,736,186	2,133,267	2,273,469	2.21
2012	40,617,422	27,344,077	13,273,345	2,464,665	2,166,412	2.87

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

(5) 2011 Debt Service does not include \$1,495,000 in principal related to debt refinancing.

**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			
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%	
2011	19,118	2,827,763	38,248	4,042	7.7%	
2012	19,061	2,929,491	39,172	4,067	7.2%	

**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, 2010 and 2012 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

<u>Employer</u>	<u>2012</u>			<u>2004</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total</u>
Marshfield Clinic	4,118	1	37.5%	3,777	1	32.7%
Roehl Transport, Inc.	2,544	2	23.1%	1,822	3	15.8%
Saint Joseph's Hospital	2,100	3	19.1%	2,514	2	21.8%
Marshfield Door Systems	524	4	4.8%	665	5	5.8%
De Boer Transportation, Inc.	400	5	3.6%	660	6	5.7%
Land O' Lakes	360	6	3.3%	500	7	4.3%
A&B Processing Corp	345	7	3.1%			
V&H Heavy Truck	215	8	2.0%			
Figl's Inc.	200	9	1.8%	300	9	2.6%
Felkers Bros. Corp	185	10	1.7%			
Wick Building Systems				705	4	6.1%
V&H Inc.				325	8	2.8%
Automated Products				285	10	2.5%
<b>Total</b>	<b>10,991</b>			<b>11,553</b>		

Source: Marshfield Area Chamber of Commerce and Industry Economic Profile of Marshfield Area Major Employers

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

<u>Function / Program</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>	<u>2011</u>	<u>2012</u>
General Government										
Mayor	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.20	1.00	1.00
Administrator / Human Resources	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.50	2.50
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	6.60	6.30	5.30	5.30	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	45.00	45.00	45.00	45.00	45.00	45.00	45.00	47.00	47.00	47.00
Dispatch	8.00	8.00	8.00	8.00	0.00	0.00	0.00	0.00	0.00	0.00
Fire and Rescue	27.30	27.30	27.30	27.30	27.30	27.30	28.30	28.30	28.30	28.30
Emergency Medical Services	7.70	7.70	7.70	7.70	7.70	7.70	9.70	9.70	9.70	9.70
Building Services and Inspection	6.00	6.00	6.00	6.00	6.00	6.00	6.00	5.00	5.00	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	5.00	5.00	5.00	6.00	6.00
Street Services	35.00	35.00	34.00	34.00	34.00	31.00	31.00	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	19.30	19.23	19.48	19.48	19.48	19.48	19.48	19.48	19.46	19.31
Parks and Recreation	12.00	11.00	11.00	11.00	11.00	11.00	11.00	10.00	9.00	9.00
Conservation and Development										
Planning and Economic Development	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
<b>Total</b>	<b>204.35</b>	<b>202.98</b>	<b>201.23</b>	<b>201.23</b>	<b>193.23</b>	<b>189.23</b>	<b>193.23</b>	<b>192.23</b>	<b>191.53</b>	<b>191.36</b>

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

<u>Function / Program</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>	<u>2011</u>	<u>2012</u>
General Government										
Building Services and Inspection										
Permits issued	1,259	1,193	1,077	1,119	1,004	927	874	915	819	823
Finance										
Pet licenses issued	1,758	1,769	1,744	1,598	1,618	1,500	1,511	1,484	1,354	1,359
W-2 employees	541	554	537	483	446	473	461	465	451	483
Public Safety										
Police										
Number of Arrests / Citations / Warnings	9,394	8,195	7,619	8,768	7,467	7,489	9,685	8,816	8,812	8,140
Fire and Rescue										
Number of call responses	289	212	254	199	214	207	242	238	238	250
Number of inspections conducted	2,183	2,186	2,331	2,355	2,536	2,388	2,463	2,576	3,306	2,499
Emergency Medical Services										
Number of trips	2,003	2,045	2,202	2,282	2,454	2,394	2,379	2,347	2,500	2,493
Public Works										
Wastewater Utility										
Monthly Average Service Connections	7,631	7,631	7,781	8,015	8,112	8,144	8,076	8,038	8,041	8,067
Daily Average Treatment in Gallons	3,300,000	3,300,000	2,700,000	2,570,000	2,965,000	3,241,000	3,050,000	3,412,000	3,398,000	2,695,000
Water Utility										
Service Connections	7,433	7,433	7,599	7,662	7,695	7,747	7,747	7,724	7,727	7,739
Daily Average Consumption in Gallons	1,918,443	1,865,923	1,904,019	1,867,000	1,847,000	1,825,907	1,728,537	1,686,945	1,696,463	1,715,575

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

<u>Function / Program</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>	<u>2011</u>	<u>2012</u>
<b>Public Safety</b>										
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	20	20	23
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
<b>Public Works</b>										
<b>Street Services</b>										
Miles of Streets	135	135	138	138	138	140	140	141	141	141
Number of Street Lights	1,340	1,408	1,874	1,985	1,989	1,994	2,065	2,042	2,042	2,030
Miles of Storms Sewers	69	69	74	75	75	78	79	79	79	79
<b>Wastewater Utility</b>										
Miles of Sanitary Sewer	130	130	133	133	133	138	139	140	140	133
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
<b>Water Utility</b>										
Miles of Water Mains	133	133	136	141	141	138	139	138	138	137
Number of treatment plants	1	1	1	1	1	1	1	3	3	3
Number of fire hydrants	823	842	844	892	892	910	910	915	918	917
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	4,890,000
<b>Culture, Recreation and Education</b>										
<b>Parks and Recreation</b>										
Community Centers	1	1	2	2	2	2	2	2	2	2
Parks	19	19	19	20	20	20	20	19	19	18
Park acreage	380	380	389	421	421	421	421	393	393	392
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Tennis/racquetball courts										
outdoor lighted	18	18	18	18	18	18	18	26	4	20
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