City of Marshfield, Wisconsin

Comprehensive Annual Financial Report

Including Auditors' Report
for the fiscal year ended
December 31, 2015

CITY OF MARSHFIELD, WISCONSIN
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2015

Prepared by:
Finance Department

Keith R. Strey, CPA
Finance Director

Amy Van Wyhe
Accounting Manager

ON THE COVER: THE JP ADLER FAMILY KODIAK BEAR EXHIBIT

In 2015, the City of Marshfield partnered with the Wildwood Park Zoological Society and Marshfield Area Community Foundation to raise funds and construct an expanded, Kodiak bear exhibit completed in October. Donations exceeding $1.2 million dollars primarily funded construction of this exhibit. Wildwood Park and Zoo is one of only two zoos or sanctuaries in North America to house true Kodiak bears, receiving two of three orphaned Kodiak bear cubs rescued on May 5th, 2015 from Kodiak Island, Alaska. Wildwood Zoo staff will work closely with Alaska Department of Fish and Game as well as the Kodiak Brown Bear Trust to ensure full advantage of this tremendous educational opportunity is taken.

CITY OF MARSHFIELD, WISCONSIN
December 31, 2015

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December 31, 2015

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•The City in the Center•

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April 22, 2016

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, 2015, 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.

Schenck SC, 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, 2015 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 unmodified opinion that the City of Marshfield's financial statements for the fiscal year ended December 31, 2015, 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 13.4 square miles. It is a city rich in Wisconsin lore, with lumbering, rich farmlands and railroading dominating its earlier history.

With an estimated 2015 population of 19,186 the city has seen a slight increase in population and steady growth in its tax base over the past decade. In the 1990 publication, *The Rating Guide To Life In America's Small Cities*, Marshfield was ranked 14th in America, 3rd in the Midwest and 1st in Wisconsin for its quality of life. In 2008, Marshfield was ranked 20th best "dreamtown" in the nation by Bizjournals.com. The city was rated as the fifth-best place to live and raise a family in October 2010 according to Forbes Magazine for communities under 100,000 population.

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 194 full-time equivalent employees. The police department has 41 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 review all budget requests and hold meetings with Department heads later in the month to discuss the overall budget in comparison with Common Council goals to identify options for changes to consider. The City Administrator then prepares and presents a recommended budget to the Common Council the first half of October.

A minimum of three special budget work sessions of the Common Council are scheduled 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 the list of Principal Employers included in the Statistical Section Schedule 15.

Marshfield Clinic, founded in 1916, is Wisconsin's most comprehensive health care system with more than 700 physician specialists representing more than 80 medical specialties, serving patients in Marshfield and more than 50 locations in northern, central and western Wisconsin. Marshfield Clinic system employs more than 6,800. Annually, there are nearly 3.8 million patient encounters.

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 Pediatric and Adult 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 188, including 31 PhD and MD scientists. Approximately 450 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, established in 1973, 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 not-for-profit 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. With 400 employees, it serves more than 230,000 residents in 41 Wisconsin counties. Security Health Plan is accredited by the National Committee for Quality Assurance and insures employees of large and small businesses, individuals and families and administers self-funded employer health plans.

In addition to Marshfield being a major medical service center 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 2,700. 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 Conservations 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 6.1% for 2014 to 5.5% for 2015, higher than the nation at 5.3% and higher than the state at 4.6%. Total Wood County employment contracted in 2015 with a decrease in employment by 3,847 in comparison with 2014.

Marshfield's businesses continued growth in 2015 with the addition of 5 new buildings valued at $2,613,600. Additionally, 112 business permits were issued to remodel and/or expand existing facilities valued at $14,488,693. The city experienced a slight increase in residential housing starts for 2015 of 121 valued at $2,030,985 compared to 11 in 2014.

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

- Completion of the four-lane Veteran's Parkway / State Highway 13 through the City 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 in 2009 and completion of significant infrastructure improvements in 2012
- 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
- Construction of a 500,000 gallon water tower in 2015

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 C.7 – Defined Benefit Pension Plans in the Notes to Financial Statements.

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

- $2,820,000 general obligation promissory notes to fund various infrastructure projects and refinance certain existing debt
- $3,435,000 general obligation community development bonds to fund capital projects within the Tax Incremental Districts
- $3,180,000 water system revenue bonds to finance water system infrastructure projects

The city had 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 until 2010. 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, 2015, the city's net general obligation debt of $35,569,993 was below the legal limit of $71,383,865. Net bonded debt per capita equaled $1,854. The city adheres to an aggressive repayment policy with approximately 80% 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, 2014. This was the twenty-first 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, Schenck SC 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 want to express my sincere appreciation to the entire staff of the Finance Department for their outstanding work throughout the year. Without their professionalism and support, preparation of this report would not have been possible.

Respectfully submitted,

Keith R. Strey

Keith R. Strey, CPA
Finance Director

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Marshfield Wisconsin

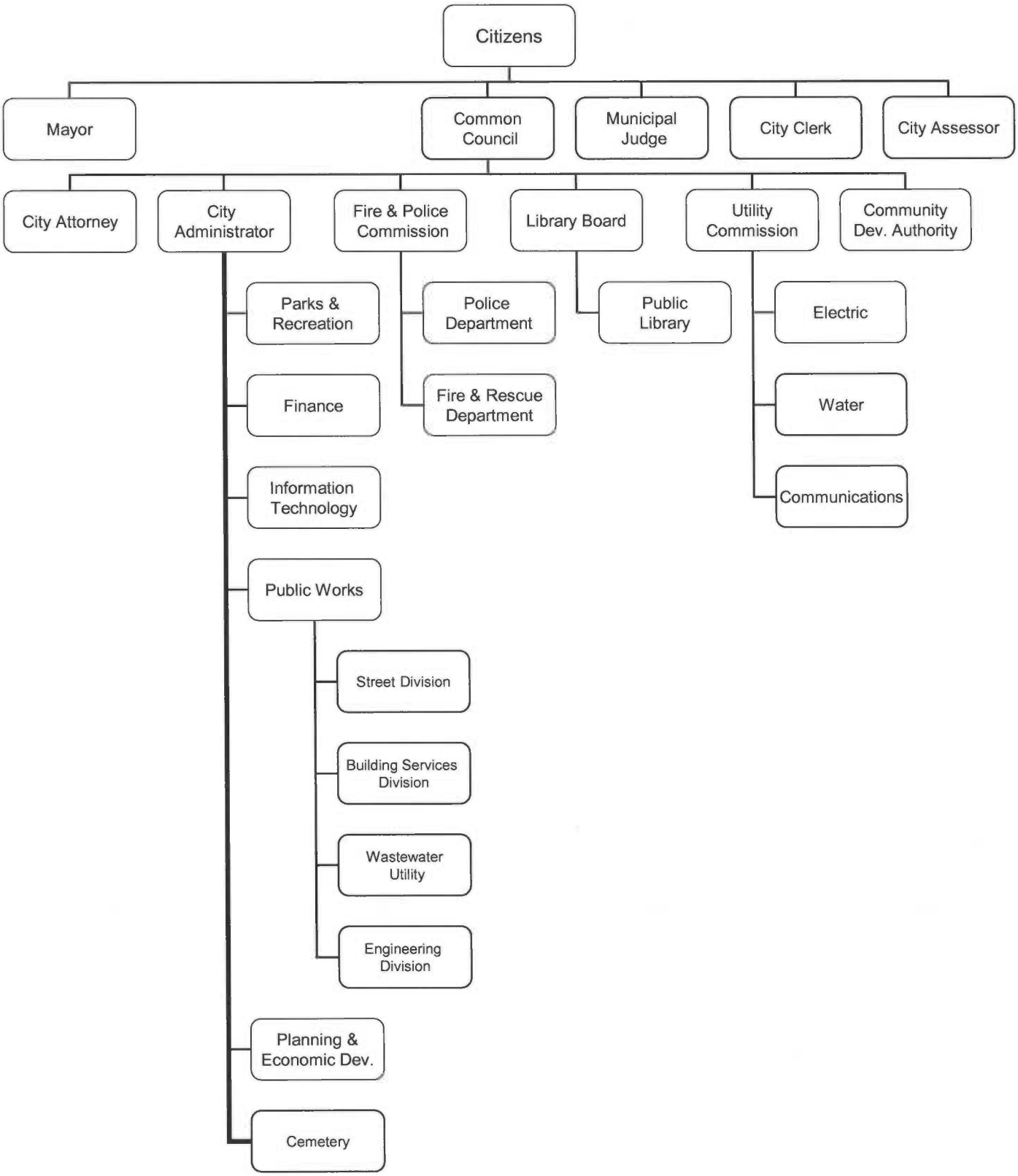
For its Comprehensive Annual Financial Report for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

CITY OF MARSHFIELD

ORGANIZATION CHART



CITY OF MARSHFIELD, WISCONSIN
List of Principal Officials – 2015

ELECTED

Mayor.....Chris Meyer

Common Council President.....Gary Cummings

City Clerk.....Deb Hall

City Assessor.....Joan Spencer

Municipal Judge.....John Adam Kruse

District	Alderperson:
First	Michael Feirer
Second	Alanna Feddick
Third	Chris Jockheck
Fourth	Gordon Earll
Fifth	Ed Wagner
Sixth	Rich Reinhart
Seventh	Gary Cummings
Eighth	Rebecca Spiros
Ninth	Tom Buttke
Tenth	Peter Hendler

APPOINTED

Administrator.....Steve Barg

City Attorney.....Harold Wolfgram

Finance Director.....Keith Strey

Accounting Manager.....Amy Van Wyhe

Human Resources Manager / Assistant to the City Administrator.....Jennifer Rachu

Director of Technology.....Eng Ng

Police Chief.....Rick Gramza

Fire Chief.....Robert Haight III

Director of Public Works.....Daniel Knoeck

City Engineer.....Thomas Turchi

Library Director.....Lori Belongia

Parks and Recreation Director.....Justin Casperson

Director of Planning and Economic Development.....Jason Angell

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CPAs AND SO MUCH MORE.

INDEPENDENT AUDITORS' REPORT

To the City Council
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 ("the City") as of and for the year ended December 31, 2015, 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. 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 auditors' 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 auditors consider 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, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note D.9, the City implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68.* Our opinions are not modified with respect to this matter.

As described in Note D.7, the City recorded prior period adjustments of $494,391 in the government-wide statements, $333,408 in the governmental fund statements to reflect the removal of the Visitor and Convention Bureau, and $160,983 in the proprietary fund statements to reflect a billing error in the Wastewater Utility. Our opinions are 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 and the schedules relating to pensions and other post-employment benefits on pages 14 through 23 and 70 through 73 be presented to supplement the basic financial statements. Such information, although not 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, the financial information listed in the table of contents as supplementary information and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections 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 our report dated April 22, 2016, on our consideration of the City'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 the 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.

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Certified Public Accountants
Wausau, Wisconsin
April 22, 2016

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MANAGEMENT'S DISCUSSION AND ANALYSIS

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MARSHFIELD
•The City in the Center•

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CITY OF MARSHFIELD, WISCONSIN

Management's Discussion and Analysis

As management of the City of Marshfield, Wisconsin, we offer readers of the City's basic financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2015.

Financial Highlights

- The City's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources as of December 31, 2015 by $179,102,487 (net position). Total net position includes all infrastructure of the government unit.
- The City's total net position increased by $14,259,548 (including a cumulative effect of change in accounting principle of $6,122,399 and net of prior period adjustment of $494,391), primarily due to Business Type Activities operations increasing their total net position.
- As of December 31, 2015, the City's governmental funds reported combined ending fund balances of $6,026,182, a decrease of $320,689 in comparison with the prior year. The decrease was due primarily to net a prior period adjustment of $333,408.
- As of December 31, 2015, unassigned fund balance for the general fund was $5,891,810 or approximately 30% of total general fund expenditures. The general fund balance increased $638,543 during 2015.

Overview of the Basic Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public works, health and human services, culture, recreation and education, and conservation and development. The business-type activities of the City include the City's electric, water, communications, and wastewater utilities and the emergency medical services operations.

The government-wide financial statements can be found on pages 24 - 26 of this report.

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

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

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

The City maintains 24 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, debt service fund, and public facilities capital outlay fund, which are considered to be major funds. Data from the other 21 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 adopts an annual appropriated budget for its general, special revenue, debt service and capital project funds. As part of the basic governmental fund financial statements, budgetary comparison statements have been provided for the general fund to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 27 - 31 of this report.

Proprietary funds. The City maintains different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its electric, water, communications, and wastewater utilities and the emergency medical services operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for its machinery and equipment. Because these services predominantly benefit government 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 the electric, water, communications, and wastewater utility operations which are considered to be major funds of the City and separate information on the emergency medical services operation. The internal service fund is presented in the proprietary fund financial statements as a single column.

The basic proprietary fund financial statements can be found on pages 32 - 35 of this report.

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 statements because the resources of those funds are not available to support the City's own program. The accounting used for the fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page 36 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 37 - 69 of this report.

Other information. Detailed budgetary comparison of the City's general fund is reported as supplemental information. Budgetary comparison of other funds adopting a budget follows the combining statements referred to earlier in connection with nonmajor governmental funds presented immediately following required supplementary information.

Government-wide Financial Analysis

Net position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outlfows of resources exceeded liabilities and deferred inflows of resources by $179,102,487 at the close of 2015.

City of Marshfield, Wisconsin's Net Position						
	Governmental Activities		Business-type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Current and other assets	$ 30,387,164	$ 26,768,987	$ 40,030,375	$ 37,421,139	$ 70,417,539	$ 64,190,126
Capital assets	90,925,273	86,362,578	126,033,429	123,256,239	216,958,702	209,618,817
Total Assets	121,312,437	113,131,565	166,063,804	160,677,378	287,376,241	273,808,943
Deferred outflows of resources	2,221,770	-	906,805	-	3,128,575	-
Long-term liabilities outstanding	33,803,374	31,965,618	52,895,694	52,816,772	86,699,068	84,782,390
Other liabilities	7,204,869	5,647,912	3,363,798	4,635,556	10,568,667	10,283,468
Total Liabilities	41,008,243	37,613,530	56,259,492	57,452,328	97,267,735	95,065,858
Deferred inflows of resources	14,126,120	13,900,146	8,474	-	14,134,594	13,900,146
Net Position						
Net investment in capital assets	57,826,186	55,626,337	77,560,575	77,355,354	135,386,761	132,981,691
Restricted	6,417,199	2,565,407	4,844,079	3,050,999	11,261,278	5,616,406
Unrestricted	4,156,459	3,426,145	28,297,989	22,818,697	32,454,448	26,244,842
Total Net Position	$ 68,399,844	$ 61,617,889	$ 110,702,643	$ 103,225,050	$ 179,102,487	$ 164,842,939

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

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used.

Change in net position. Governmental activities increased the City's net position by $6,781,955 and the business-type activities increased net position by $7,477,593. A summary of the City's change in net position follows:

City of Marshfield, Wisconsin's Change in Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	$ 2,055,004	$ 1,940,771	$ 44,671,698	$ 47,805,078	$ 46,726,702	$ 49,745,849
Operating grants and contributions	2,802,378	2,719,996	62,739	50,531	2,865,117	2,770,527
Capital grants and contributions	2,641,925	600,630	443,704	538,512	3,085,629	1,139,142
General revenues:						
Taxes	14,211,295	13,916,458	-	-	14,211,295	13,916,458
Grants and contributions not restricted to specific programs	5,324,382	5,290,897	-	-	5,324,382	5,290,897
Other	274,956	303,891	867,784	1,050,438	1,142,740	1,354,329
Total revenues	27,309,940	24,772,643	46,045,925	49,444,559	73,355,865	74,217,202
Expenses:						
General government	3,266,642	3,441,510	-	-	3,266,642	3,441,510
Public safety	8,254,710	8,234,603	-	-	8,254,710	8,234,603
Public works	8,351,800	7,993,577	-	-	8,351,800	7,993,577
Health and human services	340,197	317,792	-	-	340,197	317,792
Culture, recreation and education	3,841,342	3,678,439	-	-	3,841,342	3,678,439
Conservation and development	1,447,241	981,828	-	-	1,447,241	981,828
Interest on long-term debt	1,026,058	968,197	-	-	1,026,058	968,197
Electric utility	-	-	29,765,620	33,302,471	29,765,620	33,302,471
Water utility	-	-	3,295,933	3,560,182	3,295,933	3,560,182
Communications	-	-	74,834	90,439	74,834	90,439
Wastewater	-	-	3,673,007	3,793,962	3,673,007	3,793,962
EMS	-	-	1,386,941	1,249,425	1,386,941	1,249,425
Total Expenses	26,527,990	25,615,946	38,196,335	41,996,479	64,724,325	67,612,425
Changes in net position before transfers	781,950	(843,303)	7,849,590	7,448,080	8,631,540	6,604,777
Transfers	2,100,658	2,051,368	(2,100,658)	(2,051,368)	-	-
Change in net position	2,882,608	1,208,065	5,748,932	5,396,712	8,631,540	6,604,777
Net position - January 1	61,617,889	63,618,001	103,225,050	97,960,573	164,842,939	161,578,574
Prior period adjustment	(333,408)	(3,208,177)	(160,983)	(132,235)	(494,391)	(3,340,412)
Cumulative effect of change in accounting principle	4,232,755	-	1,889,644	-	6,122,399	-
Net position - December 31	$ 68,399,844	$ 61,617,889	$ 110,702,643	$ 103,225,050	$ 179,102,487	$ 164,842,939

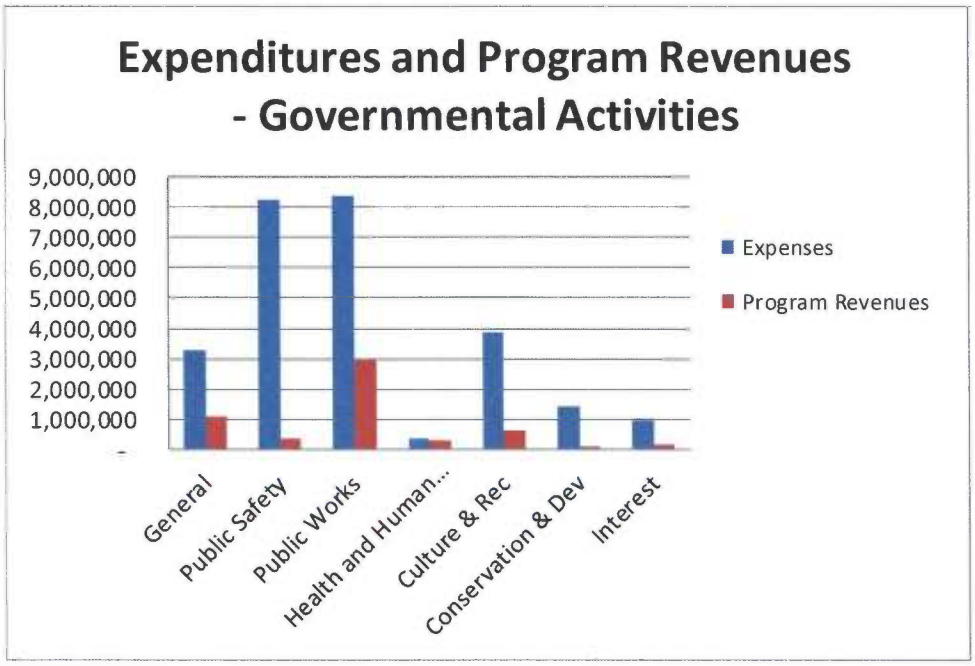
A summary of key changes follows:

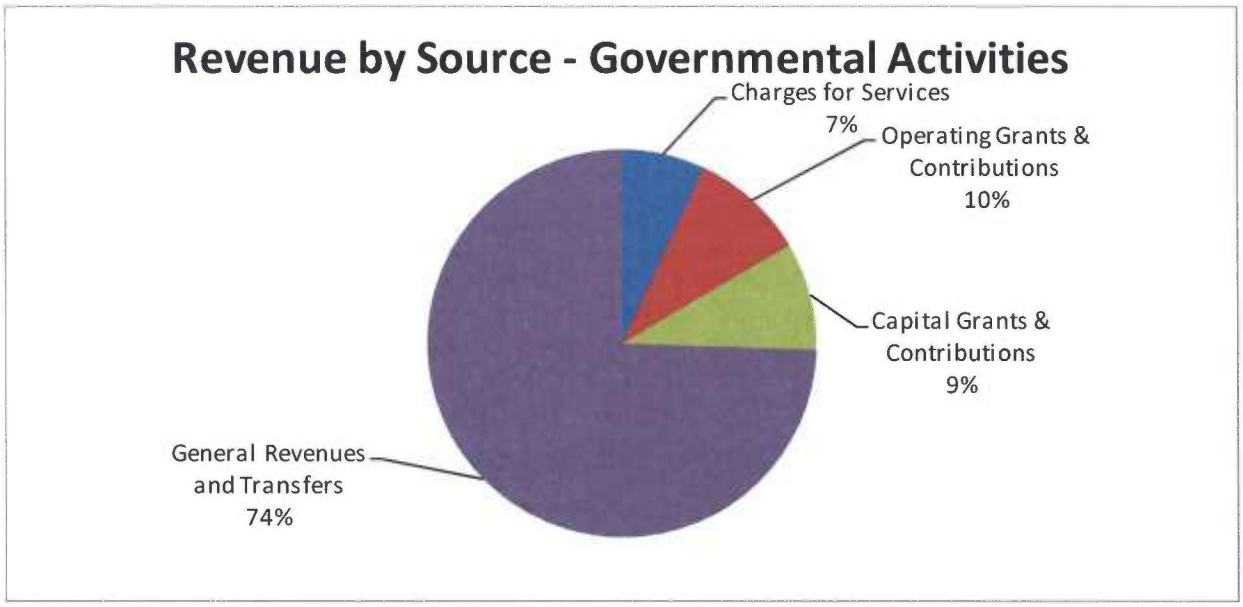
Governmental Activities:

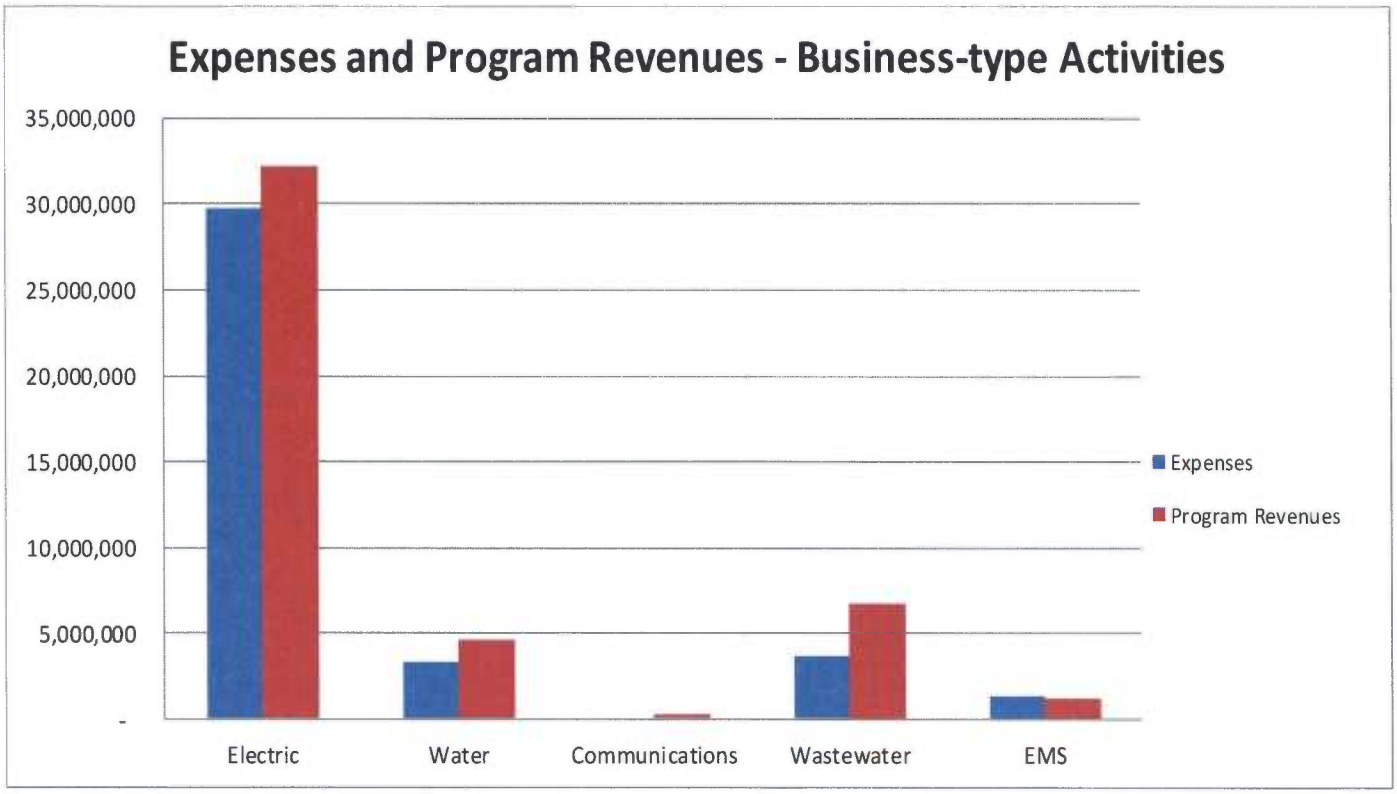
- The increase in net position from 2014 to 2015 was mainly due to normal operations in 2015. The prior period adjustment in the governmental-activities of $333,408 was to reflect the removal of the Visitor and Convention Bureau from the City's financial statements. The cumulative effect of change in accounting principle of $4,232,755 was to reflect the implementation of GASB 68 & 71 by the City.

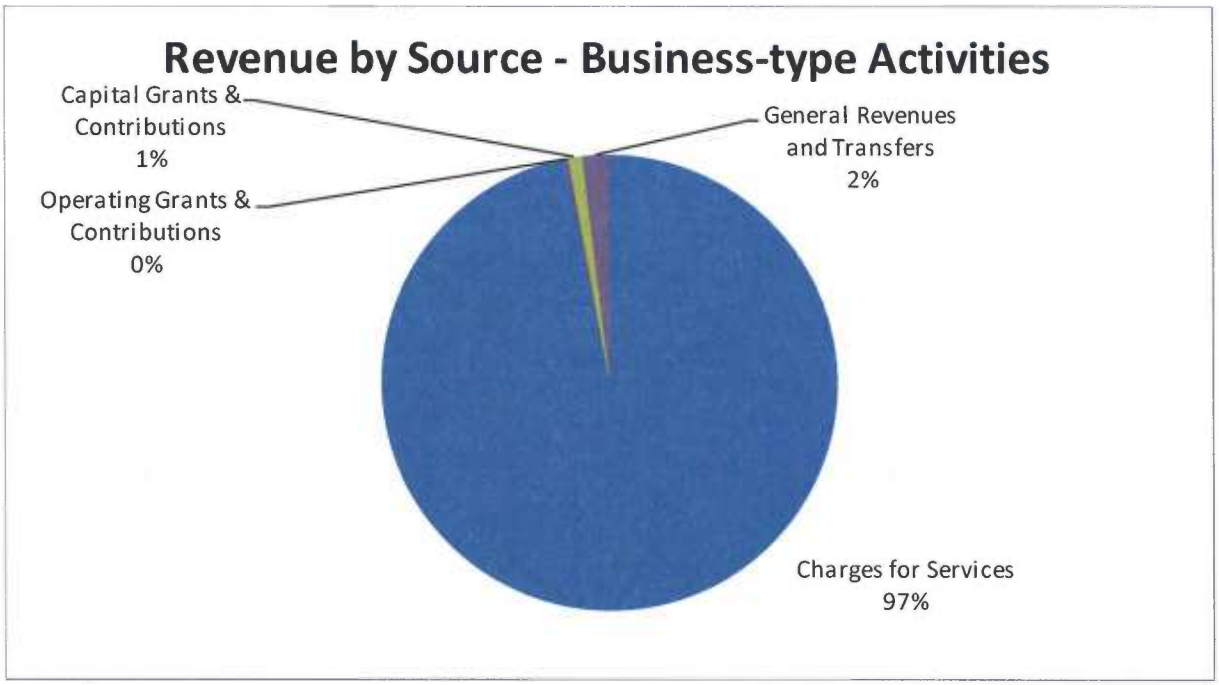
Business-type Activities:

- The increase in net position from 2014 to 2015 was mainly due to results of normal operations in 2015.
- The prior period adjustment in the business-type activities of $160,983 reflects a prior year billing error in the Sewer Utility. The cumulative effect of change in accounting principle of $1,889,644 was to reflect the implementation of GASB 68 & 71 by the City.






Expenses and Program Revenues - Business-type Activities
35,000,000
30,000,000
25,000,000
20,000,000
15,000,000
10,000,000
5,000,000
-
Electric
Water
Communications
Wastewater
EMS
Expenses
Program Revenues


Revenue by Source - Business-type Activities
Capital Grants & Contributions 1%
Operating Grants & Contributions 0%
General Revenues and Transfers 2%
Charges for Services 97%

Financial Analysis of the City's Funds

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

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

As of December 31, 2015, the City's governmental funds reported combined ending fund balances of $6,026,182, a decrease of $320,689 in comparison with the prior year. The change was due primarily to a prior period adjustment of $333,408 related to the removal of the Visitor & Convention Bureau from the City's financial statements.

The general fund is the chief operating fund of the City. At the end of the current year, unassigned fund balance of the general fund was $5,891,810 while total fund balance was $6,436,897. 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 30% of total general fund expenditures, while total fund balance represents 33% of that same amount.

The fund balance of the City's general fund increased by $638,543 during the current year, while the original budget adopted by the City applied $501,204 of fund balance to balance the budget.

The debt service fund is used to retire long-term debt related to governmental activities and annually levies sufficient taxes to retire all obligations. The ending fund balance was $362,363, a decrease of $225,501 from the prior year.

The public facilities capital outlay capital project fund accounts for construction, improvement, and remodeling costs for public buildings not utilized for public safety services. The ending fund balance was a deficit $644,756, a decrease of $925,145 from the prior year.

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

Total net position of the City's electric, water, and communications utility (Marshfield Utilities) at the end of the year amounted to $74,105,398 with $48,442,437 net investment in capital assets, $2,902,494 restricted, and $22,760,467 as unrestricted. The fund experienced an increase in net position of $3,663,776.

Total net position of the City's wastewater utility at the end of the year amounted to $35,530,401 with $28,657,189 net investment in capital assets, $1,446,528 restricted, and $5,406,684 as unrestricted. The fund experienced a growth in net position of $3,342,430.

Total net position of the City's Emergency Medical Services fund at the end of the year amounted to $939,441 with $460,949 net investment in capital assets, $475,057 restricted, and $3,435 as unrestricted. The fund experienced an increase in net position of $476,243.

The City's internal service fund reported net position of $3,397,992 at the end of the year, a decrease of $188,428 over the prior year.

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

General Fund Budgetary Highlights

During the year, actual revenues exceeded than budgeted revenues by $99,691. Actual expenditures were lower than budgeted expenditures by $1,031,520.

Capital Asset and Debt Administration

Capital assets. The City's net investment in capital assets for its governmental and business-type activities as of December 31, 2015 amounts to $216,958,702 (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings, machinery and equipment, vehicles, public domain infrastructure (highways and bridges), and construction in progress.

Major capital assets acquired or constructed during the year include:

Governmental Activities

- Kodiak bear exhibit totaling $1,335,674
- Street construction projects totaling $4,394,593

Business-Type Activities

- 2015 water & electric utility equipment and infrastructure projects totaling $4,482,803
- 2015 sewer utility infrastructure projects totaling $2,449,779 including sewer lining

City of Marshfield, Wisconsin's Capital Assets						
	Governmental Activities		Business-type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Land	$ 9,443,988	$ 9,257,424	$ 3,339,193	$ 3,214,404	$ 12,783,181	$ 12,471,828
Construction in progress	2,384,761	888,071	3,499,101	2,822,455	5,883,862	3,710,526
Buildings and improvements	31,742,841	30,132,148	30,250,885	29,947,331	61,993,726	60,079,479
Machinery and equipment	16,934,590	16,513,827	11,058,503	10,151,594	27,993,093	26,665,421
Infrastructure	84,108,000	79,685,981	134,234,543	129,284,992	218,342,543	208,970,973
Less: Accumulated depreciation	(53,688,907)	(50,114,873)	(56,348,796)	(52,164,537)	(110,037,703)	(102,279,410)
Total	$ 90,925,273	$ 86,362,578	$ 126,033,429	$ 123,256,239	$ 216,958,702	$ 209,618,817

Additional information on the City's capital assets can be found in Note C4 in the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of $82,339,308. Of this amount, $35,932,356 comprises debt backed by the full faith and credit of the government and $46,406,952 is backed by the revenues of the electric, water, and wastewater utilities.

City of Marshfield, Wisconsin's Outstanding Debt General Obligation Debt, Revenue Bonds and Bond Anticipation Notes						
	Governmental Activities		Business-type Activities		Totals	
	2015	2014	2015	2014	2015	2014
General Obligation Debt						
Bonds	$ 14,163,500	$ 11,472,687	$ 2,021,500	$ 2,172,313	$ 16,185,000	$ 13,645,000
Notes	18,108,906	18,860,491	496,094	659,509	18,605,000	19,520,000
State trust fund	1,122,907	1,200,594	19,449	20,000	1,142,356	1,220,594
Total General Obligation Debt	33,395,313	31,533,772	2,537,043	2,851,822	35,932,356	34,385,594
Revenue bonds	-	-	39,950,000	38,325,000	39,950,000	38,325,000
Clean water fund loan program	-	-	4,431,952	5,901,948	4,431,952	5,901,948
Revenue bond anticipation notes	-	-	2,025,000	2,025,000	2,025,000	2,025,000
Total	$ 33,395,313	$ 31,533,772	$ 48,943,995	$ 49,103,770	$ 82,339,308	$ 80,637,542

The City's total debt increased by $1,701,766.

State statutes limit the amount of general obligation debt the City may issue to 5% of its total equalized valuation. The current debt limitation for the City is $71,383,865, which is in excess of the City's $35,932,356 in outstanding general obligation debt.

Additional information on the City's long-term debt can be found in Note C6 in the notes to the financial statements.

Economic Factors and Next Year's Budgets and Rates

- The State of WI first imposed tax levy limits impacting the City in 2006 through present. The State expanded these limits as part of its' 2011-13 biennial budget to a tax levy freeze with limited exceptions.
- The City of Marshfield participates in the State of WI Expenditure Restraint Program (ERP) which historically resulted in annual payments from the State in excess of $400,000. The formula used to determine eligibility for participation in the ERP program was extremely challenging in establishing the 2016 City budget as General Fund expenditure growth was limited to 1.0%. For 2016, the State estimated payment is $384,426.
- It is intended that the City of Marshfield will maintain a minimum unassigned fund balance of 25 to 30 percent of general fund budgeted expenditures per Common Council policy.
- The City's total WI Department of Revenue Equalized Value for 2015 increased $22,370,600 (2%) compared to 2014.
- Total Assessed Value for 2015 increased $17,461,740 (1.24%) compared to 2014.
- For 2016 the City plans to issue $3.865 million in general obligation notes for budgeted Fire Ladder Truck replacement and capital projects including street infrastructure and $3.840 million in general obligation bonds for budgeted new Library construction and TID infrastructure projects.
- The City property tax rate for 2016 increased $0.05 to $9.07 per thousand, the third increase since 2005.

All of these factors were considered in preparing the City's budget for 2016.

2015 was a year that saw a number of business expansions, expansions that came primarily through the remodeling or expansion to existing facilities. Although a couple of new facilities are currently in the planning stages, these new facilities will not be completed until third quarter 2016 or later.

The following is a summary of some of the more notable commercial projects that occurred in the last year.

- Gross Motors recently opened their new show room and associate center. This 13,250 square foot addition was part of their major remodel and update to their facility located on N. Central Avenue.

- Counter Form continues to experience growth in the countertop manufacturing industry, and thus have expanded their office area by 2,600 square feet to make room for additional employees.

- Quality Tank Solutions' service to the craft brewing industry continues to serve their business well. Recently the business celebrated the expansion of their shop floor, a 4,600 square foot addition that will allow them to continue to meet the demands of the industry.

In an effort to continue to provide the highest level of health care, and meet the change in market demands, Marshfield Clinic completed approximately 50,000 square feet of remodeling within their existing facilities. Over half of the remodeling was for the addition of a skilled nursing facility.

Ministry St. Joseph's Hospital is also evolving with the medical industry. In 2016 they will celebrate completion of a second mobile docking station. With this 6,600 square foot addition, St. Joseph's will now be able to host two MRI trucks (mobile units).

In 2015, Marshfield Clinic announced significant expansion plans to the Marshfield campus. The original proposed plans for a "Hospital of the Future" included construction starting in 2016 of an 8-story structure of approximately 615,000 gross square feet containing 202 patient beds and possible future 28,000 square foot Hyperbolic expansion. The original project plans also included construction of a 2-story, 30,000 square foot Central Utility Plant and a 4 level, 750 vehicle parking ramp structure.

During March, 2016, Marshfield Clinic and Ministry St. Joseph's Hospital announced they had entered into a non-binding memorandum of understanding for the sale of Ministry St. Joseph's Hospital to Marshfield Clinic Health System (MCHS). With this development, Marshfield Clinic has temporarily put on hold plans for a new Marshfield hospital as they conduct a review of Saint Joseph's to determine what investments and upgrades make the most sense. Marshfield Clinic is still very committed to owning and operating a state-of-the-art facility in Marshfield that will be the hospital of the future. However, potential MCHS ownership of Saint Joseph's provides new options, including whether, when and what they should build. Approval of the Saint Joseph's sale is a multi-step process expected to take several months.

Residential growth continues to show promise, with demand for rental units remaining strong. The two residential development projects that broke ground in late 2015 are near complete with both "complexes" filling units as quick as they can come online. Both are currently maintaining waiting list for their units. East McMillan Estates consists of 5 8-plexes. Rents in these units are considered to be in the high end of the local market, with rates of $1100 - $1200 per month. Heritage Drive Estates a 7 building apartment complex, consisting of 84 units, is the first multi-family development to be located on the south end of the community. With rents in the $750 range, these units have been a welcomed addition to the area, with many young professionals working in the Mill Creek Business Park choosing to locate here.

Marshfield Utilities began replacing all of its water meters with an automatic meter reading system. In 2014, the Utility began replacing all of its electric meters with an automated meter reading system which continued in 2015. This is a substantial multi-year undertaking as there are approximately 13,200 electric and 8,100 water meters.

Finally, in 2015, the water utility completed construction of a new 500,000 gallon water tower on the east side of Marshfield. The final estimated cost of this project is $2.15 million.

Contacting the City's Financial Management

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Marshfield Finance Director, 630 S. Central Avenue, Suite 502, Marshfield, WI 54449.

BASIC FINANCIAL STATEMENTS

CITY OF MARSHFIELD, WISCONSIN
Statement of Net Position
December 31, 2015

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	$ 7,173,650	$ 12,738,707	$ 19,912,357
Receivables			
Taxes	9,731,865	46,838	9,778,703
Accounts	5,814,243	3,205,299	9,019,542
Special assessments	1,036,685	64,780	1,101,465
Loans	512,427	-	512,427
Other	1,039,447	409,690	1,449,137
Internal balances	1,894,973	(1,894,973)	-
Due from other governments	136,518	202	136,720
Inventories and prepaid items	219,999	1,856,071	2,076,070
Investment in American Transmission Company	-	8,849,655	8,849,655
Net pension asset	2,165,051	864,573	3,029,624
Preliminary survey	-	102,932	102,932
Other	-	39,230	39,230
Restricted cash and investments	662,306	13,747,371	14,409,677
Capital assets			
Land and construction in progress	11,828,749	6,838,294	18,667,043
Buildings, systems, and equipment	132,785,431	175,543,931	308,329,362
Less: Accumulated depreciation	(53,688,907)	(56,348,796)	(110,037,703)
TOTAL ASSETS	121,312,437	166,063,804	287,376,241
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	2,221,770	906,805	3,128,575
LIABILITIES			
Accounts payable	1,695,529	2,123,960	3,819,489
Payroll liabilities	-	200,453	200,453
Accrued interest	382,285	224,279	606,564
Accrued liabilities	-	39,248	39,248
Due to other governments	29,652	41,100	70,752
Customer deposits	-	734,758	734,758
Unearned revenues	5,075,997	-	5,075,997
Special deposits	21,406	-	21,406
Long-term obligations			
Due within one year	4,315,473	3,772,178	8,087,651
Due in more than one year	29,487,901	49,123,516	78,611,417
TOTAL LIABILITIES	41,008,243	56,259,492	97,267,735
DEFERRED INFLOWS OF RESOURCES			
Taxes	14,126,120	-	14,126,120
Deferred inflows related to pensions	-	8,474	8,474
TOTAL DEFERRED INFLOWS OF RESOURCES	14,126,120	8,474	14,134,594
NET POSITION			
Net investment in capital assets	57,826,186	77,560,575	135,386,761
Restricted for			
Debt service	362,363	1,852,278	2,214,641
Equipment replacement	-	1,228,897	1,228,897
Development loans	1,021,857	-	1,021,857
Parks maintenance	236,798	-	236,798
Taxi system	36,037	-	36,037
Local cable access programming	151,933	-	151,933
Cemetery perpetual care - nonexpendable	221,390	-	221,390
Pensions	4,386,821	1,762,904	6,149,725
Unrestricted	4,156,459	28,297,989	32,454,448
TOTAL NET POSITION	$ 68,399,844	$ 110,702,643	$ 179,102,487

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

CITY OF MARSHFIELD, WISCONSIN
Statement of Activities
For the Year Ended December 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and	Capital Grants and
Governmental Activities				
General government	$ 3,266,642	$ 1,028,929	$ 71,420	$ -
Public safety	8,254,710	210,527	160,240	-
Public works	8,351,800	253,984	1,981,162	689,788
Health and human services	340,197	178,359	121,427	-
Culture and recreation and education	3,841,342	315,204	302,173	1,952,137
Conservation and development	1,447,241	68,001	30,000	-
Interest on debt	1,026,058	-	135,956	-
Total Governmental Activities	26,527,990	2,055,004	2,802,378	2,641,925
Business-type Activities				
Electric utility	29,765,620	32,012,321	-	222,094
Water utility	3,295,933	4,507,702	-	112,492
Communications utility	74,834	239,655	-	65,479
Wastewater utility	3,673,007	6,735,174	-	43,639
Emergency medical services	1,386,941	1,176,846	62,739	-
Total Business-type Activities	38,196,335	44,671,698	62,739	443,704
Total	$ 64,724,325	$ 46,726,702	$ 2,865,117	$ 3,085,629

General revenues
Taxes
Property taxes
Other taxes
Federal and state grants and other contributions not restricted to specific functions
Interest and investment earnings
Miscellaneous
Gain (loss) on sale of asset
Transfers
Total general revenues and transfers

Change in net position

Net position - January 1, as originally reported

Cumulative effect of change in accounting principle

Prior period adjustment

Net position - January 1, as restated

Net position - December 31

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

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (2,166,293)	$ -	$ (2,166,293)
(7,883,943)	-	(7,883,943)
(5,426,866)	-	(5,426,866)
(40,411)	-	(40,411)
(1,271,828)	-	(1,271,828)
(1,349,240)	-	(1,349,240)
(890,102)	-	(890,102)
(19,028,683)	-	(19,028,683)
-	2,468,795	2,468,795
-	1,324,261	1,324,261
-	230,300	230,300
-	3,105,806	3,105,806
-	(147,356)	(147,356)
-	6,981,806	6,981,806
(19,028,683)	6,981,806	(12,046,877)
13,663,489	-	13,663,489
547,806	-	547,806
5,324,382	-	5,324,382
81,017	733,312	814,329
145,707	138,122	283,829
48,232	(3,650)	44,582
2,100,658	(2,100,658)	-
21,911,291	(1,232,874)	20,678,417
2,882,608	5,748,932	8,631,540
61,617,889	103,225,050	164,842,939
4,232,755	1,889,644	6,122,399
(333,408)	(160,983)	(494,391)
65,517,236	104,953,711	170,470,947
$ 68,399,844	$ 110,702,643	$ 179,102,487

CITY OF MARSHFIELD, WISCONSIN
Balance Sheet
Governmental Funds
December 31, 2015

	General	Debt Service	Public Facilities Capital Outlay	Other Governmental Funds	Total
ASSETS					
Cash and investments	$ 3,481,192	$ 1,289,365	$ -	$ 1,906,793	$ 6,677,350
Restricted cash and investments	-	-	-	662,306	662,306
Receivables					
Taxes	6,603,262	1,929,027	-	1,199,576	9,731,865
Accounts	230,021	-	5,581,731	1,885	5,813,637
Special assessments	667,703	-	-	368,982	1,036,685
Loans	-	-	-	512,427	512,427
Other	22,513	-	-	1,016,934	1,039,447
Due from other funds	6,385,814	-	-	75,784	6,461,598
Advance to other funds	-	-	-	113,909	113,909
Due from other governments	6,328	-	-	128,159	134,487
Inventories and prepaid items	90,020	-	-	-	90,020
TOTAL ASSETS	$ 17,486,853	$ 3,218,392	$ 5,581,731	$ 5,986,755	$ 32,273,731
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities					
Accounts payable	$ 626,940	$ 463	$ 716,124	$ 167,705	$ 1,511,232
Due to other funds	38,462	-	571,715	3,832,721	4,442,898
Due to other governments	5,334	-	16,897	7,421	29,652
Unearned revenues	127,807	-	4,921,751	26,439	5,075,997
Special deposits	21,406	-	-	-	21,406
Advance from other funds	113,909	-	-	-	113,909
Total Liabilities	933,858	463	6,226,487	4,034,286	11,195,094
Deferred Inflows of Resources					
Taxes	9,557,882	2,855,566	-	1,712,672	14,126,120
Special assessments	465,524	-	-	368,119	833,643
Municipal court	92,692	-	-	-	92,692
Total Deferred Inflows of Resources	10,116,098	2,855,566	-	2,080,791	15,052,455
Fund Balances					
Nonspendable					
Inventories and prepaid items	90,020	-	-	-	90,020
County held special assessments and charges	202,180	-	-	863	203,043
Cemetery perpetual care	-	-	-	107,481	107,481
Restricted					
Retirement of long-term debt	-	362,363	-	-	362,363
Future expenditures	-	-	-	1,560,534	1,560,534
Committed	252,887	-	-	908,303	1,161,190
Assigned	-	-	-	765,447	765,447
Unassigned (deficit)					
General fund	5,891,810	-	-	-	5,891,810
Special revenue funds	-	-	-	(9,591)	(9,591)
Capital projects funds	-	-	(644,756)	(3,461,359)	(4,106,115)
Total Fund Balances (Deficit)	6,436,897	362,363	(644,756)	(128,322)	6,026,182
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 17,486,853	$ 3,218,392	$ 5,581,731	$ 5,986,755	$ 32,273,731

(Continued)

CITY OF MARSHFIELD, WISCONSIN
Balance Sheet (Continued)
Governmental Funds
December 31, 2015

Reconciliation to the Statement of Net Position		2015
Total Fund Balances as shown on previous page		$ 6,026,182
Amounts reported for governmental activities in the statement of net position are different because:		
Some assets used in governmental activities are not current financial resources and therefore are not reported in the funds.		
Capital assets		88,055,716
Internal service funds are used by management to charge costs of various services to individual funds. Internal service funds are included in the governmental activities on the statement of net position.		3,270,589
The City's proportionate share of the Wisconsin Retirement System pension plan is not an available financial resource; therefore, it is not reported in the fund financial statements:		
Net pension asset	$ 2,118,574	
Deferred outflows of resources	2,171,846	4,290,420
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.		
Special assessments		833,643
Municipal Court		92,692
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds and notes payable		(33,395,313)
Compensated absences		(391,800)
Accrued interest on long-term obligations		(382,285)
Net Position of Governmental Activities as Reported on the Statement of Net Position (see page 24)		$ 68,399,844

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

CITY OF MARSHFIELD, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2015

	General	Debt Service	Public Facilities Capital Outlay	Other Governmental	Total
Revenues					
Taxes	$ 9,407,328	$ 2,703,553	$ 40,500	$ 2,060,820	$ 14,212,201
Special assessments	283,474	-	-	178,528	462,002
Intergovernmental	7,188,706	-	-	801,526	7,990,232
Licenses and permits	211,837	-	-	242,649	454,486
Fines and forfeits	182,142	-	-	-	182,142
Public charges for services	618,855	-	-	90,301	709,156
Intergovernmental charges for services	133,921	-	-	181,614	315,535
Miscellaneous	501,337	155,148	659,980	1,344,805	2,661,270
Total Revenues	18,527,600	2,858,701	700,480	4,900,243	26,987,024
Expenditures					
Current					
General government	2,924,950	-	-	207,594	3,132,544
Public safety	8,019,228	-	-	20,468	8,039,696
Public works	4,867,483	-	-	654,969	5,522,452
Health and human services	216,656	-	-	120,855	337,511
Culture and recreation and education	3,150,429	-	-	1,500,377	4,650,806
Conservation and development	582,351	-	-	841,401	1,423,752
Debt service					
Principal	-	4,393,459	-	-	4,393,459
Interest and fiscal charges	-	996,514	2,002	76,605	1,075,121
Capital outlay	-	-	1,765,626	5,307,316	7,072,942
Total Expenditures	19,761,097	5,389,973	1,767,628	8,729,585	35,648,283
Excess of Revenues Under Expenditures	(1,233,497)	(2,531,272)	(1,067,148)	(3,829,342)	(8,661,259)
Other Financing Sources (Uses)					
Long-term debt issued	-	508,402	142,003	5,604,595	6,255,000
Debt premium	-	76,600	-	-	76,600
Sale of capital assets	38,220	-	-	60,000	98,220
Transfers in	1,833,820	1,720,769	-	565,709	4,120,298
Transfers out	-	-	-	(1,876,140)	(1,876,140)
Total Other Financing Sources (Uses)	1,872,040	2,305,771	142,003	4,354,164	8,673,978
Net Change in Fund Balances	638,543	(225,501)	(925,145)	524,822	12,719
Fund Balances (Deficits) - January 1, as originally reported	5,798,354	587,864	280,389	(319,736)	6,346,871
Prior Period Adjustment	-	-	-	(333,408)	(333,408)
Fund Balances (Deficits) - January 1, as restated	5,798,354	587,864	280,389	(653,144)	6,013,463
Fund Balances (Deficits) - December 31	$ 6,436,897	$ 362,363	$ (644,756)	$ (128,322)	$ 6,026,182

(Continued)

CITY OF MARSHFIELD, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Governmental Funds
For the Year Ended December 31, 2015

	2015
Reconciliation to the Statement of Activities	
Net Change in Fund Balances as shown on previous page	$ 12,719
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital assets reported as capital outlay in governmental fund statements	8,008,906
Depreciation expense reported in the statement of activities	(3,814,264)
Depreciation expense reported by internal service fund	424,146
Amount by which capital outlays were greater than depreciation	4,618,788
In governmental funds the entire proceeds, if any, from the disposal of capital assets is reported as an other financing source. In the statement of activities only the gain (or loss) on the disposal is reported.	
Book value of capital assets disposed of	(57,224)
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. The accrual of these benefits decreased by:	28,669
Change in the net pension asset and related deferred inflows and outflows of resources as a result of employer contributions, changes in assumptions and proportionate share and the difference between the expected and actual experience of the pension plan	161,596
Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the statement of activities when earned.	289,966
Some capital assets acquired and debt retired during the year were financed with debt. The amount of the debt is reported in the governmental funds as a source of financing. In the statement of net position, however, debt constitutes a long-term liability. The amount of debt reported in the governmental funds statement is:	(6,255,000)
Repayment of principal on long-term debt is reported in the governmental funds as an expenditure, but is reported as a reduction in long-term debt in the statement of net position and does not affect the statement of activities. The amount of long-term debt principal payments in the current year is:	4,393,459
Interest payments on outstanding debt are reported in the governmental funds as an expenditure when paid, in the statement of activities interest is reported as it accrues.	(22,862)
The net income of certain activities of internal service funds are reported with governmental activities	(287,503)
Change in Net Position of Governmental Activities as Reported in the Statement of Activities (see pages 25 - 26)	$ 2,882,608

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

CITY OF MARSHFIELD, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance Final Budget - Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 9,423,751	$ 9,413,101	$ 9,407,328	$ (5,773)
Special assessments	300,000	300,000	283,474	(16,526)
Intergovernmental	7,130,239	7,130,239	7,188,706	58,467
Licenses and permits	190,400	190,400	211,837	21,437
Fines and forfeits	167,500	167,500	182,142	14,642
Public charges for services	575,499	575,499	618,855	43,356
Intergovernmental charges for services	116,605	116,605	133,921	17,316
Miscellaneous	491,064	534,565	501,337	(33,228)
Total Revenues	18,395,058	18,427,909	18,527,600	99,691
Expenditures				
Current				
General government	3,262,625	3,125,394	2,924,950	200,444
Public safety	8,205,494	8,305,010	8,019,228	285,782
Public works	5,304,348	5,274,347	4,867,483	406,864
Health and human services	198,580	220,580	216,656	3,924
Culture and recreation and education	3,224,132	3,242,317	3,150,429	91,888
Conservation and development	579,970	624,969	582,351	42,618
Total Expenditures	20,775,149	20,792,617	19,761,097	1,031,520
Excess of Revenues Under Expenditures	(2,380,091)	(2,364,708)	(1,233,497)	1,131,211
Other Financing Sources (Uses)				
Sale of capital assets	33,470	33,470	38,220	4,750
Transfers in	1,860,800	1,860,800	1,833,820	(26,980)
Transfers out	(15,383)	(30,766)	-	30,766
Total Other Financing Sources (Uses)	1,878,887	1,863,504	1,872,040	8,536
Net Change in Fund Balance	(501,204)	(501,204)	638,543	1,139,747
Fund Balance - January 1	5,798,354	5,798,354	5,798,354	-
Fund Balance - December 31	$ 5,297,150	$ 5,297,150	$ 6,436,897	$ 1,139,747

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

CITY OF MARSHFIELD, WISCONSIN
Statement of Net Position
Proprietary Funds
December 31, 2015

	Enterprise Funds				Governmental Activities Internal Service Fund
	Marshfield Utilities	Wastewater Utility	Non-major Funds Emergency Medical Services	Total	
ASSETS					
Current Assets					
Cash and investments	$ 8,692,724	$ 4,045,983	$ -	$ 12,738,707	$ 496,300
Restricted cash and investments	11,638,668	2,108,703	-	13,747,371	-
Receivables					
Taxes	-	46,838	-	46,838	-
Customer accounts	2,999,598	-	205,701	3,205,299	-
Special assessments	-	64,780	-	64,780	-
Other	305,835	103,780	75	409,690	606
Due from other funds	81,917	1,089,593	-	1,171,510	5,241
Due from other governments	-	202	-	202	2,031
Inventories and prepaid items	1,782,936	70,135	3,000	1,856,071	129,979
Total Current Assets	25,501,678	7,530,014	208,776	33,240,468	634,157
Noncurrent Assets					
Investment in ATC LLC	8,849,655	-	-	8,849,655	-
Net pension asset	520,231	115,283	229,059	864,573	46,477
Preliminary survey	102,932	-	-	102,932	-
Other	39,230	-	-	39,230	-
Capital Assets					
Land and construction in progress	6,708,700	29,961	99,633	6,838,294	20,728
Buildings, systems and equipment	116,809,657	57,266,696	1,467,578	175,543,931	8,416,292
Less: Accumulated depreciation	(37,234,849)	(18,511,073)	(602,874)	(56,348,796)	(5,567,463)
Total Capital Assets, Net of Accumulated Depreciation	86,283,508	38,785,584	964,337	126,033,429	2,869,557
Total Noncurrent Assets	95,795,556	38,900,867	1,193,396	135,889,819	2,916,034
TOTAL ASSETS	121,297,234	46,430,881	1,402,172	169,130,287	3,550,191
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows related to pension	538,459	122,348	245,998	906,805	49,924
LIABILITIES					
Current Liabilities					
Accounts payable	1,691,802	416,298	15,860	2,123,960	184,297
Accrued payroll and payroll deductions	189,396	-	11,057	200,453	-
Customer deposit	495,040	4,408	18,819	518,267	-
Accrued liabilities	39,248	-	-	39,248	-
Accrued interest	-	48,778	5,719	54,497	-
Due to other funds	3,026,090	41,675	126,121	3,193,886	1,565
Due to other governments	40,998	-	102	41,100	-
Compensated absences	232,369	16,062	27,663	276,094	16,261
Current portion of general obligation debt	-	157,487	33,012	190,499	-
Current Liabilities Payable from Restricted Assets					
Customer deposits	216,491	-	-	216,491	-
Accrued interest	169,782	-	-	169,782	-
Current portion revenue bonds	1,640,000	1,665,585	-	3,305,585	-
Total Current Liabilities	7,741,216	2,350,293	238,353	10,329,862	202,123
Long-term Obligations					
Revenue bonds	38,346,985	6,796,367	-	45,143,352	-
General obligation debt	-	1,876,168	470,376	2,346,544	-
Compensated absences	605,874	-	-	605,874	-
Post-retirement benefits	1,027,746	-	-	1,027,746	-
Total Noncurrent Liabilities	39,980,605	8,672,535	470,376	49,123,516	-
TOTAL LIABILITIES	47,721,821	11,022,828	708,729	59,453,378	202,123
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to pensions	8,474	-	-	8,474	-
NET POSITION					
Net investment in capital assets	48,442,437	28,657,189	460,949	77,560,575	2,869,557
Restricted					
Debt service	1,852,278	-	-	1,852,278	-
Equipment replacement	-	1,228,897	-	1,228,897	-
Pensions	1,050,216	237,631	475,057	1,762,904	96,401
Unrestricted	22,760,467	5,406,684	3,435	28,170,586	432,034
TOTAL NET POSITION	$ 74,105,398	$ 35,530,401	$ 939,441	110,575,240	$ 3,397,992
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				127,403	
Net position of business-type activities as reported on the Statement of Net Position (see page 24)				$ 110,702,643	

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

CITY OF MARSHFIELD, WISCONSIN
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2015

	Enterprise Funds				Governmental Activities - Internal Service Fund
	Marshfield Utilities	Wastewater Utility	Non-major Fund Emergency Medical Services	Total	
Operating Revenues					
Charges for services	$ 36,186,960	$ 6,735,174	$ 1,176,846	$ 44,098,980	$ -
Other	572,718	-	62,739	635,457	1,535,733
Total Operating Revenues	36,759,678	6,735,174	1,239,585	44,734,437	1,535,733
Operating Expenses					
General and administrative	1,912,048	-	-	1,912,048	-
Customer Accounts	641,957	-	-	641,957	-
Operation and maintenance	24,903,377	2,255,689	1,271,521	28,430,587	1,268,211
Taxes	291,047	-	-	291,047	-
Depreciation	3,744,393	1,119,650	97,148	4,961,191	424,146
Total Operating Expenses	31,492,822	3,375,339	1,368,669	36,236,830	1,692,357
Operating Income (Loss)	5,266,856	3,359,835	(129,084)	8,497,607	(156,624)
Nonoperating Revenues (Expenses)					
Interest income	697,845	35,387	80	733,312	-
Interest and fiscal charges	(1,671,771)	(296,367)	(17,432)	(1,985,570)	-
Gain (loss) on sale of capital assets	-	(3,850)	200	(3,650)	4,684
Miscellaneous revenues	120	122,150	15,852	138,122	3,081
Amortization of debt premium and discounts	30,921	-	-	30,921	-
Total Nonoperating Revenues (Expenses)	(942,885)	(142,680)	(1,300)	(1,086,865)	7,765
Income (Loss) Before Contributions and Transfers	4,323,971	3,217,155	(130,384)	7,410,742	(148,859)
Capital contributions	400,065	43,639	-	443,704	-
Transfers out	(2,100,658)	-	-	(2,100,658)	(143,500)
Change in Net Position	2,623,378	3,260,794	(130,384)	5,753,788	(292,359)
Net Position - January 1, as originally reported	70,441,622	32,187,971	463,198		3,586,420
Cumulative effect of change in accounting principle	1,040,398	242,619	606,627		103,931
Prior period adjustment	-	(160,983)	-		-
Net Position - January 1, as restated	71,482,020	32,269,607	1,069,825		3,690,351
Net Position - December 31	$ 74,105,398	$ 35,530,401	$ 939,441		$ 3,397,992
Adjustment to reflect the consolidation of internal service fund activities related to to enterprise funds				(4,856)	
Change in net position of business-type activities as reported on the Statement of Activities (see pages 25 - 26)				$ 5,748,932	

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

CITY OF MARSHFIELD, WISCONSIN
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015

	Enterprise Funds				Governmental Activities - Internal Service Fund
			Non-major Fund		
	Marshfield Utilities	Wastewater Utility	Emergency Medical Services	Total	
Cash Flows from Operating Activities					
Cash received from user charges	$ 37,599,802	$ 6,860,889	$ 1,259,689	$ 45,720,380	$ 1,536,065
Cash payments to suppliers	(25,415,100)	(1,379,670)	(212,174)	(27,006,944)	(792,018)
Cash payments to employees	(3,082,754)	(878,269)	(904,156)	(4,865,179)	(389,796)
Miscellaneous nonoperating income	-	122,150	15,852	138,002	3,081
Net Cash Provided by Operating Activities	9,101,948	4,725,100	159,211	13,986,259	357,332
Cash Flows from Noncapital Financing Activities					
Transfers out	(2,100,658)	-	-	(2,100,658)	(143,500)
Principal payments on long-term debt	(104,497)	(28,213)	(18,102)	(150,812)	-
interest payments on long term debt	(888)	(240)	(154)	(1,282)	-
Net Cash Used by Noncapital Financing Activities	(2,206,043)	(28,453)	(18,256)	(2,252,752)	(143,500)
Cash Flows from Capital and Related Financing Activities					
Acquisition of capital assets	(4,956,519)	(2,742,605)	(98,612)	(7,797,736)	(443,818)
Capital contributions received	260,548	41,069	-	301,617	-
Sale of property	-	-	200	200	23,225
Proceeds from issuance of long-term debt	3,180,000	-	-	3,180,000	-
Premium on long-term debt	108,666	-	-	108,666	-
Bond issuance costs paid	(99,336)	-	-	(99,336)	-
Principal paid on long-term debt	(1,410,000)	(1,754,005)	(24,958)	(3,188,963)	-
Interest paid on long term debt	(1,800,010)	(304,530)	(17,665)	(2,122,205)	-
Net Cash Used by Capital and Related Financing Activities	(4,716,651)	(4,760,071)	(141,035)	(9,617,757)	(420,593)
Cash Flows from Investing Activities					
Investment in American Transmission Company	(113,552)	-	-	(113,552)	-
Interest income received	514,168	35,387	80	549,635	-
Net Cash Provided by Investing Activities	400,616	35,387	80	436,083	-
Change in Cash and Cash Equivalents	2,579,870	(28,037)	-	2,551,833	(206,761)
Cash and Cash Equivalents - Beginning of Year	17,751,522	6,182,723	-	23,934,245	703,061
Cash and Cash Equivalents - End of Year	$ 20,331,392	$ 6,154,686	$ -	$ 26,486,078	$ 496,300

(Continued)

CITY OF MARSHFIELD, WISCONSIN
Statement of Cash Flows (Continued)
Proprietary Funds
For the Year Ended December 31, 2015

	Enterprise Funds				Governmental Activities - Internal Service Fund
	Marshfield Utilities	Wastewater Utility	Non-major Fund Emergency Medical Services	Total	
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position					
Cash and investments	$ 8,692,724	$ 4,045,983	$ -	$ 12,738,707	$ 496,300
Restricted cash and investments	11,638,668	2,108,703	-	13,747,371	-
Total cash and investments	$ 20,331,392	$ 6,154,686	$ -	$ 26,486,078	$ 496,300
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Operating income (loss)	$ 5,266,856	$ 3,359,835	$ (129,084)	$ 8,497,607	$ (156,624)
Nonoperating miscellaneous revenue	-	122,150	15,852	138,002	3,081
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	3,744,393	1,119,650	97,148	4,961,191	424,146
Depreciation charged to clearing and other utilities	369,786	-	-	369,786	-
Change in pension related assets, deferred outflows, and deferred inflows	(9,818)	4,988	131,570	126,740	7,530
Changes in assets and liabilities					
Taxes receivable	-	39,210	-	39,210	-
Accounts receivable	880,514	-	17,265	897,779	-
Other receivables	(40,390)	45,395	2,839	7,844	(606)
Inventories and prepaid items	(53,287)	5,135	(3,000)	(51,152)	24,321
Due from other funds	-	(139,128)	-	(139,128)	341
Due from other governments	13,453	220	-	13,673	597
Other assets	32,758	-	-	32,758	-
Accounts payable	(1,226,578)	163,247	2,899	(1,060,432)	50,160
Customer deposits	(240,869)	4,408	748	(235,713)	-
Unearned revenue	-	(2,059)	-	(2,059)	-
Accrued liabilities	(220,478)	-	-	(220,478)	-
Accrued payroll and payroll deductions	82,010	2,831	1,063	85,904	-
Due to other governments	(17,940)	(166)	102	(18,004)	-
Due to other funds	288,009	(2,146)	15,386	301,249	(498)
Compensated absences	-	1,530	6,423	7,953	4,884
Post-retirement benefits	233,529	-	-	233,529	-
Net Cash Provided by Operating Activities	$ 9,101,948	$ 4,725,100	$ 159,211	$ 13,986,259	$ 357,332
Noncash Investing, Capital and Financing Activities					
Increase in investment in American Transmission Company	$ 227,565	$ -	$ -	$ 227,565	$ -
Contribution of capital assets	139,517	2,570	-	142,087	-
Purchase of capital assets on account	38,960	-	-	38,960	-
Total Noncash Capital and Related Financing Activities	$ 406,042	$ 2,570	$ -	$ 408,612	$ -

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

CITY OF MARSHFIELD, WISCONSIN
Statement of Net Position
Fiduciary Fund - Agency Funds
December 31, 2015

	Agency Funds
ASSETS	
Cash and investments	$ 4,165,083
Receivables	
Taxes	17,507,447
Other	99
Total Assets	$ 21,672,629
LIABILITIES	
Accounts payable	$ 10,375
Accrued payroll deductions	643,184
Special deposits	26,300
Due to other governments	20,992,770
Total Liabilities	$ 21,672,629

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

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Marshfield, Wisconsin, ("the City") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the City are described below:

1. Reporting Entity
The City of Marshfield, Wisconsin was incorporated July 16, 1883, under the provisions of Chapter 280, Laws of Wisconsin, 1883. The City operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, sanitation, health and social services, culture, recreation, education, public improvements, planning and zoning, and general administrative services. In accordance with GAAP, the basic financial statements are required to include the City (the primary government) and any separate component units that have a significant operational or financial relationship with the City. The City has not identified any component units that are required to be included in the basic financial statements in accordance with standards established by GASB Statement No. 61.

2. Government-Wide and Fund Financial Statements
The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers 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. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Governmental funds include general, special revenue, debt service, capital projects and permanent funds. Proprietary funds include enterprise funds and internal service funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor governmental funds. The City has one nonmajor enterprise fund.

The City reports the following major governmental funds:

GENERAL FUND
This is the City's main operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

DEBT SERVICE FUND
This fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of the City's governmental funds.

PUBLIC FACILITIES CAPITAL OUTLAY FUND
This fund accounts for construction, improvement, and remodeling costs for public buildings not utilized for public safety services.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City reports the following major enterprise funds:

MARSHFIELD UTILITIES
This fund accounts for the financial activities related to the operation of the City's water, electric, and communications utility.

WASTEWATER FUND
This fund accounts for the financial activities related to the operation of the City's wastewater utility.

Additionally, the government reports the following fund types:

Internal service fund accounts for machinery and equipment provided to other departments of the City, or to actual parties, on a cost reimbursement basis.

The City accounts for assets held for other governmental agencies and individuals and property taxes collected on behalf of other governments in *agency funds.*

3. Measurement Focus and Basis of Accounting
The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are 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 revenues as soon as all eligibility requirements imposed by the provider have been met.

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 a liability is incurred, as under accrual accounting. However, debt service expenditures and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual include intergovernmental grants, intergovernmental charges for services, public charges for services and interest. Other revenues such as licenses and permits, other fines and forfeits and miscellaneous revenues are recognized when received in cash or when measurable and available.

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 and other charges between the City's water, electric, and wastewater function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, and fees and fines, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

4. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position or Fund Balance

   a. Cash and Investments
   Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less are considered to be cash equivalents.

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

   c. Interfund Receivables and Payables
   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" and "due to other funds" in the fund financial statements. In addition, certain funds maintain deficit cash positions during the year, financed by the City's general fund. Noncurrent portions of the interfund receivables for the governmental funds are reported as "advances to other funds".

   The amount reported on the statement of net position for internal balances represents the residual balance outstanding between the governmental activities and business-type activities.

   d. Inventories
   Inventories are recorded at cost, which approximates market, using the first-in, first-out method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

   Inventories of governmental funds in the fund financial statements are offset by nonspendable fund balance to indicate that they do not represent spendable available financial resources.

   e. Prepaid Items
   Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items.

   Prepaid items of governmental funds in the fund financial statements are offset by nonspendable fund balance to indicate that they do not represent spendable available financial resources.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Investment in American Transmission Company (ATC)

Marshfield Utilities is a member of ATC. ATC was formed by approximately 25 utilities to plan, construct, maintain, monitor and own electric transmission facilities in Wisconsin. Marshfield Utilities owns less than 1 percent of ATC.

The investment earns dividends quarterly, some of which are paid in cash and some of which are required to be reinvested. From time to time, Marshfield Utilities has the option to contribute additional funds to maintain its proportionate share of ownership. The investment in American Transmission Company LLC is recorded at cost since it is privately held and has no readily available fair market value. Marshfield Utilities' ownership share is valued at $8,849,655 as of December 31, 2015, and is reported on the Statement of Net Position as an asset.

g. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets other than infrastructure with an initial, individual cost of $5,000 or higher, and City infrastructure assets with a total cost of $250,000 or higher, and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

	Estimated Useful Life	
	Governmental Activities	Business-type Activities
Assets		
Buildings and improvements	15-50	15-50
Machinery and equipment	3-40	3-40
Infrastructure	20-70	20-77

h. Compensated Absences/Other Post-Employment Benefits

It is the City's policy to permit employees to accumulate earned but unused vacation benefits. Vacation time is based on the employee's anniversary date of hire date and unused balances at year-end must be used before the employee's anniversary date. Accumulated vacation balances are paid out upon termination provided the employee gave at least two weeks' notice prior to termination. All vested vacation is accrued when earned in the government-wide and proprietary fund financial statements.

One day of sick leave is accrued per month for benefit eligible employees up to a maximum of 120 days. Unused sick leave balances are forfeited when an employee terminates employment with the City. There is no liability for sick leave recorded in the financial statements for the City. Marshfield Utilities allow for sick leave accumulation up to a maximum of 90 days. After five years of service, Marshfield Utilities' employees are eligible to receive their accumulated balance upon termination of employment. A liability for sick leave for Marshfield Utilities is recorded in the government-wide and proprietary fund financial statements.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City provides post-employment health insurance benefits to all eligible employees. Nonrepresented employees are required to contribute $500 per year and the Wastewater Utility employees are required to contribute $780 per year to the post-employment health plan. The City currently only contributes to the post-employment health plan for a sick leave payout for grandfathered employees. Effective December 31, 2011, nonrepresented employees had their sick leave balances frozen. The City will deposit the lessor of the employee's current sick leave balance or the frozen amount upon termination if the employee meets the eligibility requirements. To be eligible, the employee must have worked for the City for twenty consecutive years and be eligible and accept an annuity under the Wisconsin Retirement System. The City does not have a liability recorded for this benefit at December 31, 2015. Marshfield Utilities has another post-employment health plan where employees with 15 years or more of service and who elect to retire at 62 years of age are allowed to continue with the health insurance plan until age 65. These retirees contribute 10% of the premiums. Marshfield Utilities has recorded a liability of $1,027,746 for other post-employment benefits at December 31, 2015.

i. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has one item that qualifies for reporting in this category in the government-wide statement of net position. The item is related to the City's proportionate share of the Wisconsin Retirement System pension plan and is deferred and amortized over the expected remaining service lives of the pension plan participants.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The City has two items that qualify for reporting in this category in the government-wide statement of net position. The first is property taxes, which will be recognized as an inflow of resources in the subsequent year for which it was levied. The second is related to the City's proportionate share of the Wisconsin Retirement System pension plan and is deferred and amortized over the expected remaining service lives of the pension plan participants. The City also has an additional type of item, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources, special assessments and municipal court collections. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

j. Long-term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the current period.

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Pensions

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

l. Fund Equity

GOVERNMENTAL FUND FINANCIAL STATEMENTS

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance - Amounts that are not in spendable form (such as inventory, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.

- Restricted fund balance - Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.

- Committed fund balance - Amounts that are constrained for specific purposes by a resolution passed by the City Council. These constraints can only be removed or changed by the City Council using the same action that was used to create them.

- Assigned fund balance - Amounts that are constrained for specific purposes by action of City management. The City Council has authorized the Finance Director to assign fund balances through its financial management policy. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.

- Unassigned fund balance - Amounts that are available for any purpose. Positive unassigned amounts are only reported in the General Fund.

The City has adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. Where applicable, the policy requires restricted funds to be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

GOVERNMENT-WIDE AND PROPRIETARY FUND STATEMENTS

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

- Net investment in capital assets - Amount of capital assets, net of accumulated depreciation, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.

- Restricted net position - Amount of net position that is subject to restrictions that are imposed by 1) external groups, such as creditors, grantors, contributors or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.

- Unrestricted net position - Net position that is neither classified as restricted nor as net investment in capital assets.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. 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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

NOTE B - STEWARDSHIP AND COMPLIANCE

1. Budgets and Budgetary Accounting
The City follows these procedures in establishing the budgetary data reflected in the basic financial statements and supplementary information:

a. In August, all City departments submit budget requests to the City Administrator. Prior to October 15, the City Administrator submits to the City Council a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them. After submission to the governing body, public hearings are held to obtain taxpayer comments. Following the public hearings, the proposed budget, including authorized additions and deletions, is legally enacted by City Council action.

b. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. Budget is defined as the originally approved budget plus or minus approved amendments. Budget appropriations not expended during the year are closed to fund balance unless authorized by the governing body to be forwarded into the succeeding year's budget.

c. During the year, formal budgetary integration is employed as a management control device for the general fund, special revenue funds, the debt service fund, and capital projects funds. Management control for capital projects funds with multi-year projects is achieved through utilization of remaining fund balances.

d. The adopted budget is prepared by fund, function, and sub-function (departments, activities or projects) level. Expenditures may not exceed appropriations at the sub-function level for the City. Department heads may make transfers within a sub-function with their committee's approval. Transfers of appropriations between sub-functions require the approval of the City Council.

e. Encumbrance accounting is not used by the City to record commitments related to unperformed contracts for goods or services.

The City did not have any material violation of legal or contractual provisions for the fiscal year ended December 31, 2015.

NOTE B - STEWARDSHIP AND COMPLIANCE (Continued)

2. Deficit Fund Equity
The following funds had deficit fund equity as of December 31, 2015:

Fund	Deficit Fund Equity
Special Revenue Fund	
Public Safety	$ 7,021
Business Improvement District	1,707
Capital Projects Funds	
Public Facilities	644,756
TID #2 (Purdy Project)	129,849
TID #4 (Downtown Redevelopment)	1,564,966
TID #5 (Mill Creek Business Park)	1,766,544

The City anticipates funding the above deficits from future revenues and tax increments of the funds. Tax incremental district #5 was recognized as a distressed TID and Tax Incremental Districts #2 and #4 are now donor TID's. This allows the donor TID's to contribute funds to the distressed TID until future revenues are being generated.

NOTE C - DETAILED NOTES ON ALL FUNDS

1. Cash and Investments
The City maintains various cash and investment accounts, including pooled funds that are available for use by all funds. Each fund's portion of these accounts is displayed on the financial statements as "Cash and investments."

Invested cash consists of deposits and investments that are restricted by Wisconsin Statutes to the following:

> Time deposits; repurchase agreements; securities issued by federal, state and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool.

The carrying amount of the City's cash and investments totaled $38,487,117 on December 31, 2015 as summarized below:

Petty cash funds	$ 8,710
Deposits with financial institutions	4,958,350
Investments	33,520,057
	$ 38,487,117

Reconciliation to the basic financial statements

Government-wide Statement of Net Position	
Cash and investments	$ 19,912,357
Restricted cash and investments	14,409,677
Fiduciary Funds Statement of Net Position	
Agency funds	
Cash and investments	4,165,083
	$ 38,487,117

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Deposits and investments of the City are subject to various risks. Presented below is a discussion of the specific risks and the City's policy related to the risk.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The City's credit risk policy requires collateralization of repurchase agreements and certificates of deposit of at least 110% of the market value.

Deposits with financial institutions within the State of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of $250,000 for the combined amount of all time and savings deposits and $250,000 for all interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the State of Wisconsin are insured by the FDIC in the amount of $250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Also, the State of Wisconsin has a State Guarantee Fund which provides a maximum of $400,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available.

As of December 31, 2015, $5,261,697 of the City's deposits with financial institutions were in excess of federal and state depository insurance limits. $5,261,697 was collateralized with securities held by the pledging financial institution or its trust department or agent.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investments in securities to the top two ratings assigned by nationally recognized statistical rating organizations. The City does not have an additional credit risk policy. Presented below is the actual rating as of year-end for each investment type.

Investment Type	Amount	Exempt From Disclosure	AAA	Aa	Not Rated
Federal National Mortgage Association	$ 2,000,000	$ -	$ 2,000,000	$ -	$ -
Federal home loan bank	1,000,000	-	1,000,000	-	-
Wisconsin local government investment pool	30,520,057	-	-	-	30,520,057
Totals	$ 33,520,057	$ -	$ 3,000,000	$ -	$ 30,520,057

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments are as follows:

Issuer	Investment Type	Reported Amount	Percent of Total Investments
Federal National Mortgage Association	Federal agency securities	$ 2,000,000	6.0%

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

		Remaining Maturity (in Months)			
Investment Type	Amount	12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
Federal National Mortgage Association	$ 2,000,000	$ -	$ -	$ 2,000,000	$ -
Federal home loan bank	1,000,000	-	-	1,000,000	-
Wisconsin local government investment pool	30,520,057	30,520,057	-	-	-
Totals	$ 33,520,057	$ 30,520,057	$ -	$ 3,000,000	$ -

Investment in Wisconsin Local Government Investment Pool

The City has investments in the Wisconsin local government investment pool of $30,520,057 at year-end. The Wisconsin local government investment pool (LGIP) is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually. Participants in the LGIP have the right to withdraw their funds in total on one day's notice. At December 31, 2015, the fair value of the City's share of the LGIP's assets was substantially equal to the carrying value.

2. Property Taxes

Property taxes consist of taxes on real estate and personal property. They are levied during December of the prior year and become an enforceable lien on property the following January 1. Property taxes are payable in various options depending on the type and amount. Personal property taxes are payable on or before January 31 in full. Real estate taxes are payable in full by January 31 or in two equal installments on or before January 31 and July 31. Real estate taxes not paid by January 31 are purchased by the County as part of the February tax settlement. Delinquent personal property taxes remain the collection responsibility of the City.

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

The City bills and collects its own property taxes and also levies and collects taxes for the Marshfield School District, Wood County, Marathon County, Mid State Technical College and the State of Wisconsin.

3. Restricted Assets
Restricted assets on December 31, 2015 totaled $14,409,677 and consisted of cash and investments held for the following purposes:

	Amount
Economic Development	
Future economic development expenditures	$ 464,825
Cable Television	
Public Access television operations	90,000
Cemetery Perpetual Care	
Care of the cemetery	107,481
Marshfield Utilities	
Bond redemption	1,973,734
Bond reserve	3,613,273
Bond proceeds	2,145,914
Future principal/interest payments	66,788
Operations and maintenance	3,622,468
Customer deposits	216,491
Total Marshfield Utilities	11,638,668
Wastewater Utility	
Equipment replacement	1,228,897
Debt service reserve	512,594
Bond proceeds	367,212
Total Wastewater Utility	2,108,703
Total Restricted Assets	$ 14,409,677

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

4. Capital Assets

Capital asset activity for the year ended December 31, 2015 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 9,257,424	$ 213,332	$ 26,768	$ 9,443,988
Construction in progress	888,071	1,679,921	183,231	2,384,761
Total capital assets, not being depreciated	10,145,495	1,893,253	209,999	11,828,749
Capital assets, being depreciated:				
Buildings and improvements	30,132,148	1,610,693	-	31,742,841
Machinery and equipment	16,513,827	709,990	289,227	16,934,590
Infrastructure	79,685,981	4,422,019	-	84,108,000
Subtotals	126,331,956	6,742,702	289,227	132,785,431
Less accumulated depreciation for:				
Buildings and improvements	12,260,355	834,027	-	13,094,382
Machinery and equipment	11,690,774	798,816	240,230	12,249,360
Infrastructure	26,163,744	2,181,421	-	28,345,165
Subtotals	50,114,873	3,814,264	240,230	53,688,907
Total capital assets, being depreciated, net	76,217,083	2,928,438	48,997	79,096,524
Governmental activities capital assets, net	$ 86,362,578	$4,821,691	$ 258,996	90,925,273
Less related long-term debt outstanding				33,099,087
Net investment in capital assets				$57,826,186
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 3,214,404	$ 124,789	$ -	$ 3,339,193
Construction in progress	2,822,455	2,186,686	1,510,040	3,499,101
Total capital assets, not being depreciated	6,036,859	2,311,475	1,510,040	6,838,294
Capital assets, being depreciated:				
Buildings and improvements	29,947,331	434,120	130,566	30,250,885
Machinery and equipment	10,151,594	1,112,275	205,366	11,058,503
Infrastructure	129,284,992	5,732,312	782,761	134,234,543
Subtotals	169,383,917	7,278,707	1,118,693	175,543,931
Less accumulated depreciation for:				
Buildings and improvements	12,044,954	804,961	129,104	12,720,811
Machinery and equipment	7,187,155	899,628	204,414	7,882,369
Infrastructure	32,932,428	3,626,388	813,200	35,745,616
Subtotals	52,164,537	5,330,977	1,146,718	56,348,796
Total capital assets, being depreciated, net	117,219,380	1,947,730	(28,025)	119,195,135
Business-type activities capital assets, net	$123,256,239	$4,259,205	$1,482,015	126,033,429
Less: Capital related debt				(48,943,995)
Less: Debt premium				(2,042,377)
Add: Debt discount				392
Add: Available bond proceeds				2,513,126
Net investment in capital assets				$77,560,575

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

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

Governmental activities	
General government	$ 217,347
Public safety	492,648
Public works	2,315,465
Health and human services	11,239
Culture and recreation and education	353,419
Internal service fund	424,146
Total depreciation expense - governmental activities	$ 3,814,264
Business-type activities	
Electric utility	$ 3,190,023
Water utility	872,988
Communications utility	51,168
Wastewater utility	1,119,650
Emergency medical services	97,148
Total increase in depreciation	5,330,977
Depreciation charged to clearing accounts and other utilities	(369,786)
Total depreciation expense - business-type activities	$ 4,961,191

The Utility records certain items as a removal of depreciation. This results in removal of accumulated depreciation to be in excess of the removal of the cost of the asset.

5. Interfund Receivable, Payables, and Transfers

Interfund receivables and payables between individual funds of the City, as reported in the fund financial statements, as of December 31, 2015 are detailed below:

	Interfund Receivables	Interfund Payables
Operating Accounts Between Funds		
General fund	$ 1,855,472	$ 38,462
Special Revenue Funds		
Cable Television Fund	-	215
Capital Projects Funds		
Infrastructure construction	75,784	-
Enterprise Funds		
Marshfield Utilities	81,917	3,026,090
Wastewater Utility	1,089,593	41,675
Internal Service Fund	5,241	1,565
Temporary Cash Advances to Finance Operating		
Cash Deficits of Other Funds		
General fund	4,530,342	-
Special Revenue Funds		
Room tax	-	700,154
Health and human services	-	7,206
Taxi system	-	74,510
Capital Projects Funds		
Public facilities capital outlay	-	571,715
TID #2 (Purdy Project)	-	96,171
TID #4 (Downtown Redevelopment)	-	1,338,949
TID #5 (Mill Creek Business Park)	-	1,615,516
Enterprise Funds		
Emergency Medical Services	-	126,121
Totals	$ 7,638,349	$ 7,638,349

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

	Advances to Other Funds	Advances from Other Funds
Advance to Finance Capital Asset Purchases		
General fund	$ -	$ 113,909
Permanent Fund		
Cemetery Perpetual Care	113,909	-
Totals	$ 113,909	$ 113,909

Annual payments due on the long term advances for the financing of capital asset purchases, as of December 31, 2015, are detailed below:

Year Ended December 31,	Cemetery Fund		
	Principal	Interest	Total
2016	$ -	$ -	$ -
2017	13,389	1,994	15,383
2018	13,623	1,760	15,383
2019	13,862	1,521	15,383
2020	14,104	1,279	15,383
2021-2024	58,931	2,601	61,532
	$ 113,909	$ 9,155	$ 123,064

Interfund transfers for the year ended December 31, 2015 were as follows:

	Transfers In	Transfers Out
Operating Accounts Between Funds		
General fund	$ 1,833,820	$ -
Special Revenue Funds		
Room tax	-	140,000
Economic development	267,409	-
Debt Service Fund	1,720,769	-
Capital Projects Funds		
Public Safety Capital Outlay Fund	143,500	-
Parks and Rec Capital Projects	140,000	46,131
TID #4 (Downtown Redevelopment)	-	793,800
TID #5 (Mill Creek Business Park)	-	652,570
TID #7 (Yellowstone Industrial Park)	-	224,122
TID #9 (Hartl Site)	-	18,946
TID #10 (Hartl Site)	14,800	-
Cemetery Perpetual Care Fund	-	571
Enterprise Funds		
Marshfield Utilities	-	2,100,658
Internal Service Fund	-	143,500
Totals	$ 4,120,298	$ 4,120,298

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Transfers are used to move revenues from the fund that is required to collect them to the fund that is required or allowed to expend them, or to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund or to move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfer from Marshfield Utilities is for the property tax equivalent.

6. Long-term Obligations

The following is a summary of changes in long-term obligations of the City for the year ended December 31, 2015:

	Outstanding 1/1/15	Issued	Retired	Outstanding 12/31/15	Due Within One Year
Governmental activities:					
General Obligation Debt					
Bonds	$ 11,472,687	$ 3,435,000	$ 744,187	$ 14,163,500	$ 648,813
Notes	18,860,491	2,820,000	3,571,585	18,108,906	3,171,410
State trust fund	1,200,594	-	77,687	1,122,907	87,189
Total General Obligation Debt	31,533,772	6,255,000	4,393,459	33,395,313	3,907,412
Debt premium	-	76,600	76,600	-	-
Compensated absences	431,846	-	23,785	408,061	408,061
Governmental activities Long-term obligations	$ 31,965,618	$ 6,331,600	$ 4,493,844	$ 33,803,374	$ 4,315,473
Business-type activities:					
General Obligation Debt					
Bonds	$ 2,172,313	$ -	$ 150,813	$ 2,021,500	$ 26,187
Notes	659,509	-	163,415	496,094	163,590
State trust fund	20,000	-	551	19,449	722
Total General Obligation Debt	2,851,822	-	314,779	2,537,043	190,499
Revenue Bonds	38,325,000	3,180,000	1,555,000	39,950,000	1,795,000
Revenue bond anticipation note	2,025,000	-	-	2,025,000	-
Clean water fund program loan	5,901,948	-	1,469,996	4,431,952	1,510,585
Debt premium	2,064,102	108,666	130,391	2,042,377	-
Debt discount	(525)	-	(133)	(392)	-
Other post-employment benefits	794,217	233,529	-	1,027,746	-
Compensated absences	855,208	26,760	-	881,968	276,094
Business-type activities Long-term obligations	$ 52,816,772	$ 3,548,955	$ 3,470,033	$ 52,895,694	$ 3,772,178

Interest paid during the year on long-term debt totaled $3,035,314.

For governmental activities, the other long-term liabilities are generally funded by the general fund.

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

Bonds	
$5,000,000 issued 11/15/2009; $290,000 to $410,000 due annually through 2027; interest 3.9% to 5.85%	$ 5,000,000
$3,150,000 issued 4/15/2010; $185,000 to $280,000 due annually through 2029; interest 3.4% to 5.8%	3,150,000
$3,030,000 issued 4/15/2013; $100,000 to $270,000 due annually through 2030; interest 2.0% to 2.75%	3,030,000
$1,570,000 issued 11/15/2011; $340,000 to $440,000 due annually through 2022; interest 2.0% to 2.4%	1,570,000
$3,435,000 issued 4/14/2015; $100,000 to $330,000 due annually through 2030; interest 2.0% to 2.5%	3,435,000
Notes	
$6,450,000 issued 5/1/2009; $390,000 to $985,000 due annually through 2019; interest 3.0% to 3.5%	2,965,000
$605,000 issued 11/15/11; $130,000 due in 2016; interest 1.6%	130,000
$5,400,000 issued 4/12/12; $305,000 to $620,000 due annually through 2022; interest 2.0% to 2.1%	2,640,000
$3,105,000 issued 4/15/2013; $250,000 to $470,000 due annually through 2023; interest 2.00%	2,325,000
$6,575,000 issued 6/1/2011; $665,000 to $780,000 due annually through 2021; interest 1.25% to 2.70%	4,305,000
$4,010,000 issued 4/1/2014; $325,000 to $630,000 due annually through 2024; interest 1.50% to 2.30%	3,420,000
$2,820,000 issued 4/14/2015; $230,000 to $450,000 due annually through 2025; interest 2.0%	2,820,000
State Trust Fund	
$178,200 issued 1/12/2009; $18,778 to $21,439 due annually through 2019; interest 4.5%	80,365
$400,000 issued 11/7/2012; $42,368 to $49,885 due annually through 2022; interest 2.75%	322,343
$688,650 issued 12/20/2013; $24,869 to $52,714 due annually through 2033; interest 4.5%	669,648
$70,000 issued 12/30/2014; $1,896 to $5,267 due annually through 2034; interest 4.25%	70,000
Total Outstanding General Obligation Debt	$ 35,932,356

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Annual principal and interest maturities of the outstanding general obligation debt of $35,932,356 on December 31, 2015 are detailed below:

Year Ended	Governmental Activities		Business-type Activities		Total	
December 31	Principal	Interest	Principal	Interest	Principal	Interest
2016	$ 3,907,412	$ 994,006	$ 190,499	$ 63,186	$ 4,097,911	$ 1,057,192
2017	3,660,378	855,723	141,480	58,888	3,801,858	914,611
2018	3,439,698	764,561	155,524	54,181	3,595,222	818,742
2019	3,312,765	673,362	560,952	45,237	3,873,717	718,599
2020	2,864,647	589,215	490,210	33,346	3,354,857	622,561
2021-2025	10,413,106	1,904,207	837,026	62,899	11,250,132	1,967,106
2026-2030	5,630,475	562,575	156,955	13,789	5,787,430	576,364
2031-2034	166,832	15,589	4,397	402	171,229	15,991
	$ 33,395,313	$ 6,359,238	$ 2,537,043	$ 331,928	$ 35,932,356	$ 6,691,166

Legal Margin for New Debt

The City's legal margin for creation of additional general obligation debt on December 31, 2015 was $35,813,872 as follows:

Equalized valuation of the City		$ 1,427,677,300
Statutory limitation percentage		(x) 5%
General obligation debt limitation, per Section 67.03 of the Wisconsin Statutes		71,383,865
Total outstanding general obligation debt applicable to debt limitation	$ 35,932,356	
Less: Amounts available for financing general obligation debt		
Debt service fund	362,363	
Net outstanding general obligation debt applicable to debt limitation		35,569,993
Legal Margin for New Debt		$ 35,813,872

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Revenue Bonds

Revenue bond debt service requirements are financed from operations of the enterprise fund. Debt outstanding on December 31, 2015 totaled $44,381,952 and was composed of the following issues:

Electric System Revenue Bonds	
$3,880,000 issued 7/15/2008; $575,000 to $655,000 due annually through 2018; interest 6.125%	$ 1,855,000
$28,090,000 issued 11/30/2010; $670,000 to $2,560,000 due annually through 2030; interest 3.0% to 5.5%	25,415,000
Total Electric System Revenue Bonds	27,270,000
Water System Revenue Bonds	
$1,590,000 issued 10/1/2006; $75,000 to $120,000 due annually through 2026; interest 4.0% to 4.5%	1,055,000
$3,150,000 issued 6/1/2009; $150,000 to $265,000 due annually through 2026; interest 4.0% to 4.6%	2,595,000
$3,450,000 issued 10/14/2014; $170,000 to $270,000 due annually through 2033; interest 2.0% to 3.5%	3,845,000
$3,180,000 issued 9/15/2015; $145,000 to $225,000 due annually through 2034; interest 3.0% to 3.4%	3,180,000
Total Water System Revenue Bonds	10,675,000
Wastewater Utility Revenue Bonds	
$1,530,000 issued 12/1/2006; $115,000 to $140,000 due annually through 2021; interest at 3.75% to 4.00%	765,000
$1,350,000 issued 5/1/2009; $40,000 to $455,000 due annually through 2022; interest at 4.0% to 4.5%	1,240,000
Total Wastewater System Revenue Bonds	2,005,000
Clean Water Fund Program Loan - Sewer Utility	
$3,293,243 issued 3/25/1998 with the State of Wisconsin Clean Water Fund Program; $214,091 to $220,002 due through 2017 including interest at 2.761%	434,093
$19,703,149 issued 9/09/1998 through the State of Wisconsin Clean Water Fund Program; $1,296,494 to $1,369,075 due annually through 2018; interest at 2.761%	3,997,859
Total Clean Water Fund Program Loan - Sewer Utility	4,431,952
Total Revenue Bonds	$ 44,381,952

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Annual principal and interest maturities of the outstanding revenue bonds of $44,381,952 on December 31, 2015 are detailed below:

Year Ended	Business-type Activities		
December 31	Principal	Interest	Total
2016	$ 3,305,585	$ 2,025,616	$ 5,331,201
2017	3,582,292	1,882,084	5,464,376
2018	3,534,075	1,751,061	5,285,136
2019	2,315,000	1,628,166	3,943,166
2020	2,410,000	1,525,619	3,935,619
2021-2025	13,080,000	5,883,801	18,963,801
2026-2030	14,510,000	2,514,063	17,024,063
2031-2033	1,645,000	125,543	1,770,543
	$ 44,381,952	$ 17,335,953	$ 61,717,905

The City has pledged future customer revenues, net of specified operating expenses, to repay the electric, water, and wastewater system revenue bonds. Proceeds from the bonds provided financing for the construction or acquisition of capital assets used by the utilities. The bonds are payable solely from customer net revenues and are payable as detailed above.

The total principal and interest remaining to be paid on the electric bonds is $40,541,938. Principal and interest paid for the current year and total customer net revenues for the electric utility were $2,703,944 and $7,516,801, respectively.

The total principal and interest to be paid on the water bonds is $14,195,094. Principal and interest paid for the current year and total customer net revenues for the water utility were $505,862 and $2,346,091, respectively.

The total principal and interest to be paid on the wastewater bonds is $6,980,873. Principal and interest paid for the current year and total customer net revenues for the wastewater utility were $1,844,181 and $4,514,872, respectively.

Revenue Bond Anticipation Notes

Revenue bond anticipation note outstanding is detailed as follows:

Bond Anticipation Notes	
$2,025,000 issued 11/3/2014; $2,025,000 due in 2018; interest 1.25%	$ 2,025,000

Annual principal and interest maturities for the above outstanding revenue bond anticipation note on December 31, 2015 are shown below:

	Business-type Activities	
Due	Principal	Interest
2016	$ -	$ 25,313
2017	-	25,313
2018	2,025,000	25,313
	$ 2,025,000	$ 75,939

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

7. Pension Plan
   a. Plan Description

The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

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

Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor.

Final average earnings is the average of the participant's three highest years' earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

The WRS also provides death and disability benefits for employees.

   b. Post-Retirement Adjustments

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

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Year	Core Fund Adjustment	Variable Fund Adjustment
2005	2.6%	7%
2006	0.8%	3%
2007	3.0%	10%
2008	6.6%	0%
2009	(2.1)%	(42)%
2010	(1.3)%	22%
2011	(1.2)%	11%
2012	(7.0)%	(7)%
2013	(9.6)%	9%
2014	4.7%	25%

c. Contributions

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

The City of Marshfield and Marshfield Utilities ("the Utilities") make separate contributions to the WRS. Separate information is presented below for the City and the Utilities pension activity.

During the reporting period, the WRS recognized $994,951 in contributions from the City and $209,489 from the Utilities.

Contribution rates as of December 31, 2015 are:

Employee Category	Employee	Employer
General	6.8%	6.8%
Executives & Elected Officials	7.7%	7.7%
Protective with Social Security	6.8%	9.5%
Protective without Social Security	6.8%	13.1%

d. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2015, the City reported an asset of $2,509,393 for its proportionate share of the net pension asset. The Utilities reported an asset of $520,231 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2014, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2013 rolled forward to December 31, 2014. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's and the Utilities' proportion of the net pension asset was based on the City's and Utilities' respective share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2014, the City's proportion was 0.10216259%, which was a decrease of 0.00148591% from its proportion measured as of December 31, 2013. At December 31, 2014, the Utilities' proportion was 0.02117968%, which was an increase of 0.00032857% from its proportion measured as of December 31, 2013.

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

For the year ended December 31, 2015, the City recognized pension expense of $995,009. For the year ended December 31, 2015, the Utilities recognized pension expense of $202,217.

At December 31, 2015, the City reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Differences between expected and actual experience	$ 363,784
Net differences between projected and actual earnings on pension plan investments	1,215,169
Changes in proportion and differences between employer contributions and proportionate share of contributions	45,057
Employer contributions subsequent to the measurement date	966,106
Total	$ 2,590,116

At December 31, 2015, the Utilities reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 75,417	$ -
Net differences between projected and actual earnings on pension plan investments	251,921	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	-	8,474
Employer contributions subsequent to the measurement date	211,121	-
Total	$ 538,459	$ 8,474

$966,106 reported as deferred outflows related to pension resulting from the City's contributions and $211,121 reported as deferred outflows related to pension resulting from the Utilities' contributions subsequent to the measurement date will be recognized as a reduction of the net pension asset in the year ended December 31, 2016.

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Other amounts related to the City reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year ended December 31	Deferred Outflow of Resources
2015	$ 370,254
2016	370,254
2017	370,254
2018	370,254
2019	142,994

Other amounts related to the Utilities reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year ended December 31	Deferred Outflow of Resources	Deferred Inflows of Resources
2015	$ 74,629	$ 1,932
2016	74,629	1,932
2017	74,629	1,932
2018	74,629	1,932
2019	28,822	746

e. Actuarial Assumption

The total pension liability in the December 31, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2013
Measurement Date of Net Pension Asset:	December 31, 2014
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Fair Market Value
Long-Term Expected Rate of Return:	7.2%
Discount Rate:	7.2%
Salary Increases:	
Inflation	3.2%
Seniority/Merit	0.2% - 5.8%
Mortality:	Wisconsin 2012 Mortality Table
Post-retirement Adjustments*	2.1%

* *No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 2.1% is the assumed annual adjustment based on the investment return assumption and the post-retirement discount rate.*

Actuarial assumptions are based upon an experience study conducted in 2012 using experience from 2009 – 2011. The total pension liability for December 31, 2014 is based upon a roll-forward of the liability calculated from the December 31, 2013 actuarial valuation.

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

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

Asset Class	Long-Term Real Rate of Return	Target Allocation
US Equities	5.3%	21%
International Equities	5.7%	23%
Fixed Income	1.7%	36%
Inflation Sensitive Assets	2.3%	20%
Real Estate	4.2%	7%
Private Equity/Debt	6.9%	7%
Multi-Asset	3.9%	6%
Cash	0.9%	-20%

Single Discount Rate. A single discount rate of 7.20% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.20% and a long term bond rate of 3.56%. Because of the unique structure of WRS, the 7.20% expected rate of return implies that a dividend of approximately 2.1% will always be paid. For purposes of the single discount rate, it was assumed that the dividend would always be paid. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments (including expected dividends) of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's and the Utilities' proportionate shares of the net pension asset to changes in the discount rate. The following presents the City's and the Utilities' proportionate share of the net pension asset calculated using the discount rate of 7.20 percent, as well as what the City's and the Utilities' proportionate share of the net pension asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.20 percent) or 1-percentage-point higher (8.20 percent) than the current rate:

	1% Decrease to Discount Rate (6.2%)	Current Discount Rate (7.2%)	1% Increase to Discount Rate (8.2%)
City's proportionate share of the net pension asset (liability)	$ (7,079,429)	$ 2,509,393	$ 10,083,257
Utilities' proportionate share of the net pension asset (liability)	$ (1,467,661)	$ 520,231	$ 2,090,187

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at http://legis.wisconsin.gov/lab/ and reference report number 15-11.

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

f. Payable to the WRS

At December 31, 2015 the City reported a payable of $151,749 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2015.

At December 31, 2015 the Utilities reported a payable of $79,461 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2015.

8. Other Post-Employment Benefits

Plan Description – Marshfield Utilities provides health care insurance coverage for employees as follows:

- Retirees with 15 or more years of service and who elect to retire at 62 years of age can continue with the health insurance plan until the age of 65. The employee will continue to pay the 10% portion of the premiums as do the regular full-time employees. There are 42 active and 1 retired employees in the plan.

Annual OPEB Cost and Net OPEB Obligation - Marshfield Utilities' annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC), and the amount actuarially determined in accordance with the parameters of GASB Statement 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 over a period not to exceed thirty years. The following table shows the components of Marshfield Utilities' annual OPEB cost for the year, the amount actually contributed to the plan, and changes in Marshfield Utilities' net OPEB obligation.

Component	Amount
Annual required contribution	$ 249,030
Interest on net OPEB	1,111
Adjustment to annual required contribution	(16,612)
Annual OPEB cost (expense)	233,529
OPEB obligation - beginning of year	794,217
OPEB obligation - end of year	$ 1,027,746

The annual required contribution for the current year was determined as part of the December 31, 2015 actuarial valuation using the projected unit credit method. The actuarial assumptions included (a) 0.14% discount rate, and (b) projected salary increases at 3.0%.

The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with a long-term perspective of the calculations. The unfunded actuarial accrued liability is being amortized as an open level percentage amount of projected payroll. The remaining amortization period of December 31, 2015 is 30 years, and remaining amount is $1,468,124.

Trend Information – Marshfield Utilities annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage Of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2013	$ 150,951	0.0%	$ 655,951
12/31/2014	$ 148,252	6.7%	$ 794,217
12/30/2015	$ 233,529	0.0%	$ 1,027,746

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

Funded Status and Funding Progress - As of December 31, 2015, the most recent actuarial valuation date, Marshfield Utilities' unfunded actuarial accrued liability (UAAL) was $1,468,124. The annual payroll for active employees covered by the plan for the 2015 fiscal year (year of study) was $2,997,973 for a ratio of the UAAL to covered payroll of 49.0%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future, such as assumptions about future terminations, mortality, and healthcare cost trends. Actuarially determined amounts are subject to continual revision as actuarial results are compared with past experience and new estimates are made about the future.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effect of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2015 actuarial valuation, the entry age method was used. The actuarial assumptions included a rate of 0.14% to discount expected liabilities to the valuation date. The assumed inflation rate was 3.0%. The initial healthcare trend rate was 6% for medical. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at December 31, 2015 was 30 years.

9. Fund Equity

In the fund financial statements, portions of governmental fund balances are not available for appropriation or legally restricted for use for a specific purpose. At December 31, 2015, fund balance was restricted as follows:

Special Revenue Funds	
Room Tax	$ 236,798
Residential Rehabilitation	438,805
Economic Development	583,052
Taxi System	36,037
Cable Television	151,933
Total	$ 1,446,625
Debt Service	$ 362,363
Permanent Fund	
Cemetery Perpetual Care	$ 113,909

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

In the fund financial statements, portions of governmental fund balances are committed by City Council action. At December 31, 2015, fund balance was committed as follows:

General Fund	
Nuisance property abatement	$ 15,000
Enterprise business system software upgrade	66,412
Electronic document management system	61,438
Library operations and maintenance	51,779
Special recreation programs	4,184
Tennis/Racquetball Center	17,726
Adult athletics	1,648
Tennis court resurfacing	15,000
Comprehensive plan professional services	10,000
Slag seal program	9,700
Total General Fund	$ 252,887
Capital Project Funds	
Infrastructure Construction	$ 195,328
Public Safety Capital Outlay	262,899
Airport Outlay	24,144
Parks and Rec Capital Projects	77,635
Tax Incremental District #7 projects	114,237
Tax Incremental District #9 projects	231,793
Tax Incremental District #10 projects	2,267
Total	$ 908,303

Also in the fund financial statements, portions of governmental fund balances have been assigned to represent tentative management plans that are subject to change. At December 31, 2015, fund balance was assigned as follows:

Special Revenue Funds	
Economic Development	$ 765,447

10. Minimum Fund Balance Policy

The City Council has adopted a policy that unassigned fund balance in the amount of 25%-30% of the annual General Fund budgeted expenditures be maintained for cash flow and working capital purposes. The minimum fund balance amount is calculated below as follows:

2015 General Fund Budgeted Expenditures	$ 20,792,617
Minimum Fund Balance %	(x) 25% - 30%
Minimum Fund Balance Amount	$5,198,154 to $6,237,785

The City's general fund unassigned fund balance of $5,891,810 is within the range of the above minimum fund balance amount.

NOTE D - OTHER INFORMATION

1. Segment Information

The City issues separate revenue bonds to finance its electric, water, and wastewater utilities. The Electric and Water Utilities are accounted for in a single fund but investors in those bonds rely solely on the revenue generated by the individual activities for repayment. Segment information for the Electric Utility and Water Utility is presented below. The Electric Utility provides electric services to the City and surrounding municipalities. The Water Utility provides water supply to the City and surrounding municipalities.

	Electric Utility	Water Utility
CONDENSED STATEMENT OF NET POSITION		
Assets		
Current	$ 12,687,092	$ 1,035,282
Due from other funds	27,696	934,161
Restricted	8,518,143	3,120,525
Noncurrent		
Net capital assets	57,520,650	27,791,650
Other assets	9,311,165	199,028
Total Assets	88,064,746	33,080,646
Deferred Outflows of Resources	419,727	118,732
Liabilities		
Current	4,044,926	633,511
Due to other funds	2,246,527	1,773,355
Noncurrent		
Long-term	29,056,860	10,923,745
Total Liabilities	35,348,313	13,330,611
Deferred Inflows of Resources	6,545	1,929
Net Position		
Net investment in capital assets	28,420,025	19,051,204
Restricted		
Debt service	1,852,278	-
Pensions	824,462	225,754
Unrestricted	22,032,850	589,880
Total Net Position	$ 53,129,615	$ 19,866,838

NOTE D - OTHER INFORMATION (Continued)

	Electric Utility	Water Utility
CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION		
Operating Revenues		
Charges for services	$ 31,561,234	$ 4,386,071
Other	451,087	121,631
Total Operating Revenues	32,012,321	4,507,702
Operating Expenses		
Operation and maintenance	23,374,832	1,507,555
Depreciation and amortization	2,966,253	726,972
Other	2,038,992	803,384
Total Operating Expenses	28,380,077	3,037,911
Operating Income	3,632,244	1,469,791
Nonoperating Income (Expenses)		
Interest revenue	694,533	3,312
Amortization of debt premium and discount	122,617	(91,696)
Interest and fiscal charges	(1,505,445)	(166,326)
Miscellaneous	120	-
Total Nonoperating Income (Expenses)	(688,175)	(254,710)
Income Before Contributions and Transfers	2,944,069	1,215,081
Customer contributions	222,094	112,492
Transfers out	(1,425,556)	(675,102)
Change in Net Position	1,740,607	652,471
Net Position - January 1, as originally reported	50,584,477	18,978,500
Cumulative Effect of Change in Accounting Principle	804,531	235,867
Net Position - January 1, restated	51,389,008	19,214,367
Net Position - December 31	$ 53,129,615	$ 19,866,838

	Electric Utility	Water Utility
CONDENSED STATEMENT OF CASH FLOWS		
Cash Flows from Operating Activities	$ 7,856,249	$ 1,275,597
Cash Flows from Non-Capital Financing Activities	(1,495,110)	(710,933)
Cash Flows from Capital and Related Financing Activities	(5,059,791)	313,242
Cash Flows from Investing Activities	397,304	3,312
Change in Cash and Cash Equivalents	1,698,652	881,218
Cash and Cash Equivalents - January 1	15,512,215	2,239,307
Cash and Cash Equivalents - December 31	$ 17,210,867	$ 3,120,525

NOTE D - OTHER INFORMATION (Continued)

2. Tax Incremental Financing Districts

The City has established separate capital projects funds for seven Tax Incremental Financing Districts (TID) created by the City in accordance with Section 66.1105 of the Wisconsin Statutes. At the time the TID's were created, the property tax base within each TID was "frozen" and increment taxes resulting from increases to the property tax base are used to finance TID improvements, including principal and interest on long-term debt issued by the City to finance such improvements. The Statutes allow eligible project costs to be incurred up to five years prior to the maximum termination date.

Since creation of the above TID's, the City has provided various financing sources to each TID and has also recorded eligible TID project costs in other funds of the City. Project summaries of the activity and status of the five active TIDs is as follows:

	TID #2	TID #4	TID #5	TID #7	TID #9	TID #10
Project revenues						
Tax Increment	$ 1,786,615	$ 7,125,822	$ 2,659,525	$ 1,033,024	$ 4,471	$ -
Special assessments	-	265,874	-	-	-	-
Intergovernmental Revenue	394	945,073	869,652	616	5	-
Miscellaneous	47,423	215,974	618,372	458,509	-	-
Transfers from other funds	-	491,997	389,609	12,050	-	14,800
Proceeds from long-term debt	750,000	12,010,345	5,584,630	4,336,327	653,611	-
Total project revenues as of December 31, 2015	2,584,432	21,055,085	10,121,788	5,840,526	658,087	14,800
Project expenditures						
Conservation and development	811,353	359,756	957,765	305,258	105,853	12,533
Miscellaneous	-	1,696,481	263,793	52,214	-	-
Capital expenditures	-	12,896,146	5,597,496	3,981,407	313,954	-
Debt issuance cost	-	149,203	65,071	36,111	2,341	-
Transfer to other funds	1,902,928	7,518,465	5,004,207	1,351,299	4,146	-
Total project expenditures as of December 31, 2015	2,714,281	22,620,051	11,888,332	5,726,289	426,294	12,533
Fund balance (deficit) as of December 31, 2015	(129,849)	(1,564,966)	(1,766,544)	114,237	231,793	2,267
Future requirements						
Debt service	-	10,364,410	956,847	2,989,337	881,226	22,057
Balance to be collected on TID District	$ 129,849	$ 11,929,376	$ 2,723,391	$ 2,875,100	$ 649,433	$ 19,790
Termination Date	3/9/2020	9/24/2023	3/25/2030	5/22/2034	8/13/2040	9/30/2042

NOTE D - OTHER INFORMATION (Continued)

3. Wholesale Power Supply Contacts
On January 25, 2000, the Utilities entered into a contract for the establishment and operation of Great Lakes Utilities (GLU), a municipal electric company formed pursuant to Section 66.073 of the Wisconsin Statutes. It is a separate electric company of seventeen Wisconsin municipal electric utilities to purchase and sell power and energy from and to its members and others.

4. Property Tax Levy Limit
Wisconsin state statutes provide for a limit on the property tax levies for all Wisconsin cities, villages, towns and counties. For the 2015 and 2015 budget years, the increase in the maximum allowable tax levy is limited to the percentage change in the City's January 1 equalized value as a result of net new construction. The actual limit for the City's for the 2015 budget was 1.18%. The actual limit for the City's for the 2016 budget was 1.17%. Debt service for debt authorized after July 1, 2005 is exempt from the levy limit. In addition, Wisconsin statutes allow the limit to be adjusted for the increase in debt service authorized prior to July 1, 2005 and in certain other situations.

5. Contingencies
   a. The City participates in a number of federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Accordingly, the City's compliance with applicable grant requirements will be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

   b. From time to time, the City is party to other various pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the City Attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

6. Joint Ventures
   a. 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.

NOTE D - OTHER INFORMATION (Continued)

b. 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.

7. Prior Period Adjustments
The government-wide statement of activities includes prior period adjustments of $494,391 which decreased the City's net position. The governmental activities and governmental fund statements include a prior period adjustment of $333,408 which reflects the removal of the Convention and Visitor Bureau fund from the City's financial statements. The business-type activities and proprietary fund statements include a prior period adjustment of $160,983 which reflects a billing error from 2013-2016 in the Wastewater Utility.

8. Subsequent Events
The City received State Trust Fund Loans totaling $173,500 and $405,000 on February 17, 2016. The loans will provide financing for the purchase of fairground land and to finance economic development programs within Tax Incremental Financing District 5.

The City issued $3,865,000 General Obligation Notes on March 1, 2016. This issue will provide financing for various capital projects.

The City issued $3,840,000 General Obligation Bonds on March 1, 2016. This issue will provide financing for various construction of the new City of Marshfield Library and to finance economic development programs within Tax Incremental Financing District 4.

The City is in the process of creating Tax Incremental Financing District 11.

NOTE D - OTHER INFORMATION (Continued)

9. Cumulative Effect of Change in Accounting Principles

The City has adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68*, which revised and established new financial reporting requirements for governments that provide their employees with pension benefits. The new standards recognize pension costs as employment services are provided, rather than when the pensions are funded. The cumulative effect of this change is summarized below:

	Governmental Activities			Business-type Activities				
	Governmental Funds	Internal Service Funds	Total	Marshfield Utilities	Wastewater Utility	Emergency Medical Services	Total	Total
Net Pension Asset	$ 3,297,353	$ 84,293	$ 3,381,646	$ 822,055	$ 194,820	$ 509,874	$ 1,526,749	$ 4,908,395
Deferred Outflows of Resources	831,471	19,638	851,109	218,343	47,799	96,753	362,895	1,214,004
Total Cumulative Effect of Change in Accounting Principle	$ 4,128,824	$ 103,931	$ 4,232,755	$ 1,040,398	$ 242,619	$ 606,627	$ 1,889,644	$ 6,122,399

10. Upcoming Accounting Pronouncements

In February 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 72, Fair Value Measurement and Application. Statement No. 72 requires measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and acceptable valuation techniques. This Statement also requires disclosures about the impact of fair value measurements on a government's financial position. GASB Statement No. 72 is required to be adopted for years beginning after June 15, 2015. The City is currently evaluating the impact this standard will have on the financial statements when adopted.

In June 2015, the GASB issued two new standards addressing accounting and financial reporting for post-employment benefits other than pensions (OPEB). GASB Statement No. 74, Financial Reporting for Post-employment Benefit Plans Other Than Pension Plans, addresses reporting by OPEB plans whereas GASB Statement No. 75, Accounting and Financial Reporting for Post-employment Benefits Other Than Pensions, addresses accounting and reporting by employer governments that provide OPEB benefits to their employees. The City will, after adoption of GASB No. 75, recognize on the face of the financial statements its net OPEB liability. GASB No. 74 is effective for fiscal years beginning after June 15, 2016 whereas GASB No. 75 is effective one year later. The City is currently evaluating the impact these standards will have on the financial statements when adopted.

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF MARSHFIELD, WISCONSIN
Schedule of Funding Progress
Other Post-employment Benefit Plan
December 31, 2015

Actuarial Valuation Date December 31,	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age Normal	(3) Funded Ratio (1) / (2)	(4) Unfunded Actuarial Accrued Liability (UAAL) (2) - (1)	(5) Covered Payroll	UAAL as a Percentage of Covered Payroll (4) / (5)
2009	$ -	$ 1,206,683	0.00%	$ 1,206,683	$ 2,558,995	47.15%
2012	$ -	$ 1,354,650	0.00%	$ 1,354,650	$ 2,859,473	47.37%
2015	$ -	$ 1,468,124	0.00%	$ 1,468,124	$ 2,997,973	48.97%

See Notes to Required Supplemental Information.

CITY OF MARSHFIELD, WISCONSIN
Schedule of Employer Contributions
Other Post-employment Benefit Plan
For the Year Ended December 31, 2015

Year Ended December 31,	Employer Contributions	Annual Required Contribution (ARC)	Percentage Contributed
2013	$ -	$ 159,978	0.00%
2014	$ 9,986	$ 159,978	6.24%
2015	$ -	$ 249,030	0.00%

See Notes to Required Supplemental Information.

CITY OF MARSHFIELD, WISCONSIN
Schedule of Proportionate Share of the Net Pension Asset
Wisconsin Retirement System
Last 10 Fiscal Years*

City of Marshfield

		2015
Proportion of the net pension asset		0.10216259%
Proportionate share of the net pension asset	$	2,509,393
Covered-employee payroll	$	10,834,459
Plan fiduciary net position as a percentage of the total pension asset		102.74%

Marshfield Utilities

		2015
Proportion of the net pension asset		0.02117968%
Proportionate share of the net pension asset	$	520,231
Covered-employee payroll	$	2,992,698
Plan fiduciary net position as a percentage of the total pension asset		102.74%

* The amounts presented for each fiscal year were determined as of the calendar year-end of the prior year.

See Notes to Required Supplementary Information.

CITY OF MARSHFIELD, WISCONSIN
Schedule of Contributions
Wisconsin Retirement System
Last 10 Fiscal Years*

City of Marshfield

		2015
Contractually required contributions	$	994,951
Contributions in relation to the contractually required contributions	$	994,951
Contribution deficiency (excess)	$	-
Covered-employee payroll	$	10,834,459
Contributions as a percentage of covered-employee payroll		9.18%

Marshfield Utilities

		2015
Contractually required contributions	$	209,489
Contributions in relation to the contractually required contributions	$	209,489
Contribution deficiency (excess)	$	-
Covered-employee payroll	$	2,992,698
Contributions as a percentage of covered-employee payroll		7.00%

* The amounts presented for each fiscal year were determined as of the calendar year-end of the prior year.

See Notes to Required Supplementary Information.

NOTE A - GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENT NOS. 68 AND 71

The City implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27* and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB Statement No. 68* for the fiscal year ended December 31, 2015. Information for prior years is not available.

NOTE B - WISCONSIN RETIREMENT SYSTEM

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

NOTE C - SCHEDULE OF FUNDING PROGRESS

The December 31, 2015 actuarial valuation differs from the December 31, 2012 actuarial valuation due to the following factors:

1) The discount rate decreased from 0.40% to 0.14%.

2) The healthcare cost trend in the December 31, 2012 actuarial valuation had an initial trend rate of 8% decreasing to an ultimate rate of 4.7% after ten years. The healthcare cost trend in the December 31, 2015 actuarial valuation is constant at 6% over ten years.

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SUPPLEMENTARY INFORMATION

CITY OF MARSHFIELD, WISCONSIN
General Fund
Detailed Comparison of Budgeted and Actual Revenues and Other Financing Sources
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Taxes				
General property	$ 9,216,031	$ 9,205,381	$ 9,205,381	$ -
General sales	120	120	121	1
Mobile home fees	63,000	63,000	67,618	4,618
Payment in lieu of taxes				
Other tax exempt entities	142,600	142,600	133,302	(9,298)
Interest on taxes	2,000	2,000	906	(1,094)
Total Taxes	9,423,751	9,413,101	9,407,328	(5,773)
Special Assessments				
Water mains	42,500	42,500	29,484	(13,016)
Sidewalks	5,000	5,000	300	(4,700)
Storm sewer	-	-	9,199	9,199
Streets	252,500	252,500	244,491	(8,009)
Total Special Assessments	300,000	300,000	283,474	(16,526)
Intergovernmental				
Other public safety	10,813	10,813	10,391	(422)
Shared revenues	4,790,125	4,790,125	4,743,360	(46,765)
Fire insurance tax	51,200	51,200	60,351	9,151
Exempt computer aid	273,545	273,545	374,223	100,678
Municipal services	66,000	66,000	71,420	5,420
Transportation aids	1,273,056	1,273,056	1,270,593	(2,463)
Other state grants	62,000	62,000	62,148	148
Other highway aid	197,049	197,049	197,049	-
Police training	76,967	76,967	59,373	(17,594)
Grants from local governments	329,484	329,484	339,798	10,314
Total Intergovernmental	7,130,239	7,130,239	7,188,706	58,467
Licenses and Permits				
Licenses				
Liquor and malt beverages	33,400	33,400	33,292	(108)
Other business and occupational	16,000	16,000	16,465	465
Dog	8,000	8,000	9,932	1,932
Permits				
Building	125,000	125,000	144,667	19,667
Zoning and conditional use	8,000	8,000	7,481	(519)
Total Licenses and Permits	190,400	190,400	211,837	21,437
Fines and Forfeits				
Court penalties and fines	137,500	137,500	156,775	19,275
Parking violations	30,000	30,000	25,367	(4,633)
Total Fines and Forfeits	167,500	167,500	182,142	14,642

(Continued)

CITY OF MARSHFIELD, WISCONSIN
General Fund
Detailed Comparison of Budgeted and Actual Revenues and Other Financing Sources (Continued)
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Charges for Services				
Other general government	6,650	6,650	6,714	64
Vending machine commissions	400	400	137	(263)
Public safety	26,875	26,875	48,643	21,768
Public works	60,000	60,000	56,737	(3,263)
Weed and nuisance control	12,000	12,000	16,468	4,468
Health	129,600	129,600	171,618	42,018
Human services	1,150	1,150	520	(630)
Culture, recreation and education	337,824	337,824	315,204	(22,620)
Conservation and development	1,000	1,000	2,814	1,814
Total Public Charges for Services	575,499	575,499	618,855	43,356
Intergovernmental Charges for Services				
Local departments	94,080	94,080	98,385	4,305
Federal	4,500	4,500	10,818	6,318
State	6,800	6,800	7,668	868
Other local governments	11,225	11,225	17,050	5,825
Total Intergovernmental Charges for Services	116,605	116,605	133,921	17,316
Miscellaneous				
Interest on investments	45,000	45,000	59,410	14,410
Interest on special assessments	35,000	35,000	6,134	(28,866)
Rent of city buildings	347,014	347,014	370,478	23,464
Donations from individuals/organizations	8,850	52,351	15,496	(36,855)
Miscellaneous revenue	55,200	55,200	49,819	(5,381)
Total Miscellaneous	491,064	534,565	501,337	(33,228)
Total Revenues	18,395,058	18,427,909	18,527,600	99,691
Other Financing Sources				
Sale of capital assets	33,470	33,470	38,220	4,750
Transfer from other funds	800	800	571	(229)
Transfer from Municipal Utility PILOT	1,860,000	1,860,000	1,833,249	(26,751)
Total Other Financing Sources	1,894,270	1,894,270	1,872,040	(22,230)
Total Revenue and Other Financing Sources	$ 20,289,328	$ 20,322,179	$ 20,399,640	$ 77,461

CITY OF MARSHFIELD, WISCONSIN
General Fund
Detailed Comparison of Budgeted and Actual Expenditures and Other Financing Uses
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
General Government				
Legislative	$ 78,178	$ 75,178	$ 72,052	$ 3,126
Mayor	61,066	61,066	56,452	4,614
Municipal court	72,846	72,846	72,783	63
Legal	104,950	104,950	128,303	(23,353)
City administrator	345,068	345,068	274,575	70,493
Clerk	168,116	168,116	162,941	5,175
Elections	25,789	25,789	17,516	8,273
Information technology	807,330	807,330	810,584	(3,254)
Finance	592,387	592,387	549,372	43,015
Property assessment	262,038	262,038	252,487	9,551
Purchasing	6,570	6,570	3,558	3,012
City buildings	333,079	333,079	307,935	25,144
Uncollectible taxes and refunds	12,300	12,300	25,128	(12,828)
Other general government	392,908	258,677	191,264	67,413
Total General Government	3,262,625	3,125,394	2,924,950	200,444
Public Safety				
Law enforcement	5,050,821	5,148,841	4,987,144	161,697
Fire protection	2,798,770	2,800,266	2,735,638	64,628
Inspections	345,903	345,903	286,522	59,381
Emergency government	10,000	10,000	9,924	76
Total Public Safety	8,205,494	8,305,010	8,019,228	285,782
Public Works				
DPW administration	511,232	511,231	517,053	(5,822)
Street maintenance	1,452,994	1,452,994	1,437,814	15,180
Snow and ice removal	1,029,101	999,101	685,155	313,946
Traffic control	188,721	188,721	201,722	(13,001)
Street lighting	225,000	225,000	215,449	9,551
Sidewalks and crosswalks	131,797	131,797	81,163	50,634
Storm sewers	581,062	581,062	565,083	15,979
Parking lots	101,528	101,528	58,373	43,155
Airport	158,608	158,608	184,877	(26,269)
Refuse and recycling	924,305	924,305	920,794	3,511
Total Public Works	5,304,348	5,274,347	4,867,483	406,864

(Continued)

CITY OF MARSHFIELD, WISCONSIN
General Fund
Detailed Comparison of Budgeted and Actual Expenditures and Other Financing Uses (Continued)
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Health and Human Services				
Aging	28,062	50,062	48,125	1,937
Cemetery	170,518	170,518	168,531	1,987
Total Health and Human Services	198,580	220,580	216,656	3,924
Culture, Recreation and Education				
Culture	1,537,133	1,537,133	1,542,143	(5,010)
Parks	783,982	784,732	733,491	51,241
Recreation programs and events	395,176	395,426	367,907	27,519
Recreation facilities	198,763	198,763	193,445	5,318
Zoo	259,876	277,061	264,298	12,763
Education	49,202	49,202	49,145	57
Total Culture and Recreation	3,224,132	3,242,317	3,150,429	91,888
Conservation and Development				
Tourism and economic development	422,175	437,175	413,205	23,970
Other conservation and development	157,795	187,794	169,146	18,648
Total Conservation and Development	579,970	624,969	582,351	42,618
Total Expenditures	20,775,149	20,792,617	19,761,097	1,031,520
Other Financing Uses				
Transfer to other funds	15,383	30,766	-	30,766
Total Expenditures and Other Financing Uses	$ 20,790,532	$ 20,823,383	$ 19,761,097	$ 1,062,286

CITY OF MARSHFIELD, WISCONSIN
Debt Service
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 2,703,553	$ 2,703,553	$ 2,703,553	$ -
Miscellaneous	264,766	264,766	155,148	(109,618)
Total Revenues	2,968,319	2,968,319	2,858,701	(109,618)
Expenditures				
Debt service				
Principal	4,042,351	4,042,351	4,393,459	(351,108)
Interest and fiscal charges	946,737	946,737	996,514	(49,777)
Total Expenditures	4,989,088	4,989,088	5,389,973	(400,885)
Excess of Revenues Under Expenditures	(2,020,769)	(2,020,769)	(2,531,272)	(510,503)
Other Financing Sources				
Long-term debt issued	-	-	508,402	508,402
Premium on long term debt	-	-	76,600	76,600
Transfers in	1,720,769	1,720,769	1,720,769	-
Total Other Financing Sources	1,720,769	1,720,769	2,305,771	585,002
Net Change in Fund Balance	(300,000)	(300,000)	(225,501)	74,499
Fund Balance - January 1	587,864	587,864	587,864	-
Fund Balance - December 31	$ 287,864	$ 287,864	$ 362,363	$ 74,499

CITY OF MARSHFIELD, WISCONSIN
Public Facilities Capital Outlay Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 40,500	$ 40,500	$ 40,500	$ -
Miscellaneous	4,000,000	4,365,133	659,980	(3,705,153)
Total Revenues	4,040,500	4,405,633	700,480	(3,705,153)
Expenditures				
Debt service				
Interest and fiscal charges	61,433	61,433	2,002	59,431
Capital outlay	7,180,500	7,560,633	1,765,626	5,795,007
Total Expenditures	7,241,933	7,622,066	1,767,628	5,854,438
Excess of Revenues Under Expenditures	(3,201,433)	(3,216,433)	(1,067,148)	2,149,285
Other Financing Sources				
Long-term debt issued	3,201,433	3,201,433	142,003	(3,059,430)
Net Change in Fund Balance	-	(15,000)	(925,145)	(910,145)
Fund Balance - January 1	280,389	280,389	280,389	-
Fund Balance (Deficit) - December 31	$ 280,389	$ 265,389	$ (644,756)	$ (910,145)

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific resources (other than trust or major capital projects) that are legally restricted to expenditures for specified purposes. The City uses special revenue funds for the following activities:

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 & 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 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 services operations

Business Improvement District - to account for collecting and remitting assessments to the Main Street Program

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

Forestry Fund - to account for grant subsidies received for sustaining and managing City forest land

CAPITAL PROJECTS 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.

Infrastructure Construction Fund - to account for the financing and construction of street and related infrastructure projects within the City

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

Airport Outlay Fund - to account for the costs of capital improvements at the airport

Parks and Rec Capital Projects Fund - to account for funds designated for specific Parks and Recreation projects

TID #2 - to account for the City's share of the costs pertinent to the redevelopment of the Purdy School building in to an independent living senior housing facility

TID #4 - to account for the City's share of the costs pertinent to the revitalization of the downtown area

TID #5 - to account for the improvements to Mill Creek Business Park

TID #7 - to account for improvements to Yellowstone Industrial Park

TID #9 - to account for improvements to Central Avenue & Ives Street

TID #10 - to account for improvements to the Marshfield Mall

NONMAJOR GOVERNMENTAL 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.

Financial information is presented as follows:

Combining Balance Sheet

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

CITY OF MARSHFIELD, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015

	Special Revenue Funds										
	Room Tax	Convention & Visitors Bureau	Residential Rehabilitation	Economic Development	Public Safety	Health and Human Services	Business Improvement District	Taxi System	Cable Television	Forestry	Total Special Revenue Funds
ASSETS											
Cash and investments	$ -	$ -	$ 45,670	$ 784,956	$ 20,065	$ -	$ 2,132	$ -	$ 68,254	$ -	$ 921,077
Restricted cash and investments	-	-	-	464,825	-	-	-	-	90,000	-	554,825
Receivables											
Taxes	-	-	-	-	-	-	66,000	12,599	-	25,000	103,599
Accounts	-	-	-	-	-	-	-	1,885	-	-	1,885
Special assessments	-	-	-	-	-	-	863	-	-	-	863
Loans	-	-	394,200	118,227	-	-	-	-	-	-	512,427
Other	1,016,934	-	-	-	-	-	-	-	-	-	1,016,934
Due from other funds	-	-	-	-	-	-	-	-	-	-	-
Advance to other funds	-	-	-	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	7,206	-	120,953	-	-	128,159
TOTAL ASSETS	$ 1,016,934	$ -	$ 439,870	$ 1,368,008	$ 20,065	$ 7,206	$ 68,995	$ 135,437	$ 158,254	$ 25,000	$ 3,239,769
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES											
Liabilities											
Accounts payable	$ 79,982	$ -	$ 1,065	$ 19,509	$ 647	$ -	$ 2,132	$ 6,240	$ 6,106	$ -	$ 115,681
Due to other funds	700,154	-	-	-	-	7,206	-	74,510	215	-	782,085
Due to other governments	-	-	-	-	-	-	2,570	-	-	-	2,570
Unearned revenues	-	-	-	-	26,439	-	-	-	-	-	26,439
Total Liabilities	780,136	-	1,065	19,509	27,086	7,206	4,702	80,750	6,321	-	926,775
Deferred Inflows of Resources											
Taxes	-	-	-	-	-	-	66,000	18,650	-	25,000	109,650
Special assessments	-	-	-	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	66,000	18,650	-	25,000	109,650
Fund Balances (Deficits)											
Nonspendable											
County held special assessments and charges	-	-	-	-	-	-	863	-	-	-	863
Cemetery perpetual care	-	-	-	-	-	-	-	-	-	-	-
Restricted for											
Future expenditures	236,798	-	438,805	583,052	-	-	-	36,037	151,933	-	1,446,625
Committed	-	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	765,447	-	-	-	-	-	-	765,447
Unassigned (deficit)	-	-	-	-	(7,021)	-	(2,570)	-	-	-	(9,591)
Total Fund Balances (Deficits)	236,798	-	438,805	1,348,499	(7,021)	-	(1,707)	36,037	151,933	-	2,203,344
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 1,016,934	$ -	$ 439,870	$ 1,368,008	$ 20,065	$ 7,206	$ 68,995	$ 135,437	$ 158,254	$ 25,000	$ 3,239,769

(Continued)

CITY OF MARSHFIELD, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015

	Capital Project Funds							
	Infrastructure Construction	Public Safety Capital Outlay	Airport Outlay	Parks and Rec Capital Projects	TID #2 (Purdy Project)	TID #4 (Downtown Redevelopment)	TID #5 (Mill Creek Business Park)	TID #7 (Yellowstone Industrial Park)
ASSETS								
Cash and investments	$ 162,994	$ 262,899	$ 30,665	$ 92,236	$ -	$ -	$ -	$ 195,953
Restricted cash and investments	-	-	-	-	-	-	-	-
Receivables								
Taxes	-	-	13,511	30,399	70,117	483,229	314,436	170,131
Accounts	-	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	368,119	-	-
Loans	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Due from other funds	75,784	-	-	-	-	-	-	-
Advance to other funds	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
TOTAL ASSETS	$ 238,778	$ 262,899	$ 44,176	$ 122,635	$ 70,117	$ 851,348	$ 314,436	$ 366,084
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
Liabilities								
Accounts payable	$ 38,599	$ -	$ 32	$ -	$ -	$ 13,283	$ -	$ -
Due to other funds	-	-	-	-	96,171	1,338,949	1,615,516	-
Due to other governments	4,851	-	-	-	-	-	-	-
Unearned revenues	-	-	-	-	-	-	-	-
Total Liabilities	43,450	-	32	-	96,171	1,352,232	1,615,516	-
Deferred Inflows of Resources								
Taxes	-	-	20,000	45,000	103,795	695,963	465,464	251,847
Special assessments	-	-	-	-	-	368,119	-	-
Total Deferred Inflows of Resources	-	-	20,000	45,000	103,795	1,064,082	465,464	251,847
Fund Balances (Deficits)								
Nonspendable								
County held special assessments and charges	-	-	-	-	-	-	-	-
Cemetery perpetual care	-	-	-	-	-	-	-	-
Restricted for								
Future expenditures	-	-	-	-	-	-	-	-
Committed	195,328	262,899	24,144	77,635	-	-	-	114,237
Assigned	-	-	-	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	(129,849)	(1,564,966)	(1,766,544)	-
Total Fund Balances (Deficits)	195,328	262,899	24,144	77,635	(129,849)	(1,564,966)	(1,766,544)	114,237
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 238,778	$ 262,899	$ 44,176	$ 122,635	$ 70,117	$ 851,348	$ 314,436	$ 366,084

(Continued)

CITY OF MARSHFIELD, WISCONSIN
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015

	Capital Project Funds (Continued)			Permanent Fund	
	TID #9 (Hartl Site)	TID #10 (Marshfield Mall)	Total Capital Projects Funds	Cemetery Perpetual Care	Total Nonmajor Governmental Funds
ASSETS					
Cash and investments	$ 238,592	$ 2,377	$ 985,716	$ -	$ 1,906,793
Restricted cash and investments	-	-	-	107,481	662,306
Receivables					
Taxes	14,154	-	1,095,977	-	1,199,576
Accounts	-	-	-	-	1,885
Special assessments	-	-	368,119	-	368,982
Loans	-	-	-	-	512,427
Other	-	-	-	-	1,016,934
Due from other funds	-	-	75,784	-	75,784
Advance to other funds	-	-	-	113,909	113,909
Due from other governments	-	-	-	-	128,159
TOTAL ASSETS	$ 252,746	$ 2,377	$ 2,525,596	$ 221,390	$ 5,986,755
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities					
Accounts payable	$ -	$ 110	$ 52,024	$ -	$ 167,705
Due to other funds	-	-	3,050,636	-	3,832,721
Due to other governments	-	-	4,851	-	7,421
Unearned revenues	-	-	-	-	26,439
Total Liabilities	-	110	3,107,511	-	4,034,286
Deferred Inflows of Resources					
Taxes	20,953	-	1,603,022	-	1,712,672
Special assessments	-	-	368,119	-	368,119
Total Deferred Inflows of Resources	20,953	-	1,971,141	-	2,080,791
Fund Balances (Deficits)					
Nonspendable					
County held special assessments and charges	-	-	-	-	863
Cemetery perpetual care	-	-	-	107,481	107,481
Restricted for					
Future expenditures	-	-	-	113,909	1,560,534
Committed	231,793	2,267	908,303	-	908,303
Assigned	-	-	-	-	765,447
Unassigned (deficit)	-	-	(3,461,359)	-	(3,470,950)
Total Fund Balances (Deficits)	231,793	2,267	(2,553,056)	221,390	(128,322)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 252,746	$ 2,377	$ 2,525,596	$ 221,390	$ 5,986,755

CITY OF MARSHFIELD, WISCONSIN
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2015

	Special Revenue Funds										
	Room Tax	Convention & Visitors Bureau	Residential Rehabilitation	Economic Development	Public Safety	Health and Human Services	Business Improvement District	Taxi System	Cable Television	Forestry	Total Special Revenue Funds
Revenues											
Taxes	$ 346,765	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 346,765
Special assessments	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	30,000	-	120,855	-	420,448	-	-	571,303
Licenses and permits	-	-	-	-	-	-	-	-	242,649	-	242,649
Public charges for services	-	-	-	-	17,217	-	65,187	-	1,676	-	84,080
Intergovernmental charges for services	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	1,296,851	-	260	5,797	146	-	426	3,040	-	-	1,306,520
Total Revenues	1,643,616	-	260	35,797	17,363	120,855	65,613	423,488	244,325	-	2,551,317
Expenditures											
Current											
General government	-	-	-	-	-	-	-	-	207,594	-	207,594
Public safety	-	-	-	-	20,468	-	-	-	-	-	20,468
Public works	-	-	-	-	-	-	-	432,352	-	-	432,352
Health and human services	-	-	-	-	-	120,855	-	-	-	-	120,855
Culture and recreation	1,500,377	-	-	-	-	-	-	-	-	-	1,500,377
Conservation and development	-	-	1,872	142,413	-	-	67,320	-	-	-	211,605
Debt service											
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	1,500,377	-	1,872	142,413	20,468	120,855	67,320	432,352	207,594	-	2,493,251
Excess of Revenues Over (Under) Expenditures	143,239	-	(1,612)	(106,616)	(3,105)	-	(1,707)	(8,864)	36,731	-	58,066
Other Financing Sources (Uses)											
Long-term debt issued	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	267,409	-	-	-	-	-	-	267,409
Transfers out	(140,000)	-	-	-	-	-	-	-	-	-	(140,000)
Total Other Financing Sources (Uses)	(140,000)	-	-	267,409	-	-	-	-	-	-	127,409
Net Change in Fund Balances	3,239	-	(1,612)	160,793	(3,105)	-	(1,707)	(8,864)	36,731	-	185,475
Fund Balances (Deficits) - January 1, as Originally Reported	233,559	333,408	440,417	1,187,706	(3,916)	-	-	44,901	115,202	-	2,351,277
Prior Period Adjustment	-	(333,408)	-	-	-	-	-	-	-	-	(333,408)
Fund Balances (Deficits) - January 1, as Restated	233,559	-	440,417	1,187,706	(3,916)	-	-	44,901	115,202	-	2,017,869
Fund Balances (Deficits) - December 31	$ 236,798	$ -	$ 438,805	$ 1,348,499	$ (7,021)	$ -	$ (1,707)	$ 36,037	$ 151,933	$ -	$ 2,203,344

(Continued)

CITY OF MARSHFIELD, WISCONSIN
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2015

	Capital Project Funds							
	Infrastructure Construction	Public Safety Capital Outlay	Airport Outlay	Parks and Rec Capital projects	TID #2 (Purdy Project)	TID #4 (Downtown Redevelopment)	TID #5 (Mill Creek Business Park)	TID #7 (Yellowstone Industrial Park)
Revenues								
Taxes	$ 145,776	$ 6,800	$ -	$ 25,000	$ 111,352	$ 759,877	$ 438,691	$ 222,088
Special assessments	-	-	-	-	-	178,528	-	-
Intergovernmental	23,424	-	-	-	15	21,693	184,849	237
Licenses and permits	-	-	-	-	-	-	-	-
Public charges for services	-	-	-	-	-	-	-	-
Intergovernmental charges for services	181,614	-	-	-	-	-	-	-
Miscellaneous	-	-	-	25,000	-	7,938	100	-
Total Revenues	350,814	6,800	-	50,000	111,367	968,036	623,640	222,325
Expenditures								
Current								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	138,693	-	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Conservation and development	45,988	-	-	-	369	144,665	402,764	3,108
Debt service								
Interest and fiscal charges	28,289	-	-	3,004	-	42,699	-	272
Capital outlay	2,106,052	6,800	32	300,347	-	2,861,588	-	32,497
Total Expenditures	2,319,022	6,800	32	303,351	369	3,048,952	402,764	35,877
Excess of Revenues Over (Under) Expenditures	(1,968,208)	-	(32)	(253,351)	110,998	(2,080,916)	220,876	186,448
Other Financing Sources (Uses)								
Long-term debt issued	2,005,668	-	-	213,004	-	3,190,691	-	20,271
Sale of capital assets	-	-	-	-	-	-	-	60,000
Transfers in	-	143,500	-	140,000	-	-	-	-
Transfers out	-	-	-	(46,131)	-	(793,800)	(652,570)	(224,122)
Total Other Financing Sources (Uses)	2,005,668	143,500	-	306,873	-	2,396,891	(652,570)	(143,851)
Net Change in Fund Balances	37,460	143,500	(32)	53,522	110,998	315,975	(431,694)	42,597
Fund Balances (Deficits) - January 1, as Originally Reported	157,868	119,399	24,176	24,113	(240,847)	(1,880,941)	(1,334,850)	71,640
Prior Period Adjustment	-	-	-	-	-	-	-	-
Fund Balances (Deficits) - January 1, as Restated	157,868	119,399	24,176	24,113	(240,847)	(1,880,941)	(1,334,850)	71,640
Fund Balances (Deficits) - December 31	$ 195,328	$ 262,899	$ 24,144	$ 77,635	$ (129,849)	$ (1,564,966)	$ (1,766,544)	$ 114,237

(Continued)

CITY OF MARSHFIELD, WISCONSIN
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2015

	Capital Project Funds (Continued)			Permanent Fund	
	TID #9 (Hartl Site)	TID #10 (Marshfield Mall)	Total Capital Project Funds	Cemetery Perpetual Care	Total Nonmajor Governmental Funds
Revenues					
Taxes	$ 4,471	$ -	$ 1,714,055	$ -	$ 2,060,820
Special assessments	-	-	178,528	-	178,528
Intergovernmental	5	-	230,223	-	801,526
Licenses and permits	-	-	-	-	242,649
Public charges for services	-	-	-	6,221	90,301
Intergovernmental charges for services	-	-	181,614	-	181,614
Miscellaneous	-	-	33,038	5,247	1,344,805
Total Revenues	4,476	-	2,337,458	11,468	4,900,243
Expenditures					
Current					
General government	-	-	-	-	207,594
Public safety	-	-	-	-	20,468
Public works	83,924	-	222,617	-	654,969
Health and human services	-	-	-	-	120,855
Culture and recreation	-	-	-	-	1,500,377
Conservation and development	20,369	12,533	629,796	-	841,401
Debt service					
Interest and fiscal charges	2,341	-	76,605	-	76,605
Capital outlay	-	-	5,307,316	-	5,307,316
Total Expenditures	106,634	12,533	6,236,334	-	8,729,585
Excess of Revenues Over (Under) Expenditures	(102,158)	(12,533)	(3,898,876)	11,468	(3,829,342)
Other Financing Sources (Uses)					
Long-term debt issued	174,961	-	5,604,595	-	5,604,595
Sale of capital assets	-	-	60,000	-	60,000
Transfers in	-	14,800	298,300	-	565,709
Transfers out	(18,946)	-	(1,735,569)	(571)	(1,876,140)
Total Other Financing Sources (Uses)	156,015	14,800	4,227,326	(571)	4,354,164
Net Change in Fund Balances	53,857	2,267	328,450	10,897	524,822
Fund Balances (Deficits) - January 1, as Originally Reported	177,936	-	(2,881,506)	210,493	(319,736)
Prior Period Adjustment	-	-	-	-	(333,408)
Fund Balances (Deficits) - January 1, as Restated	177,936	-	(2,881,506)	210,493	(653,144)
Fund Balances (Deficits) - December 31	$ 231,793	$ 2,267	$ (2,553,056)	$ 221,390	$ (128,322)

CITY OF MARSHFIELD, WISCONSIN
Room Tax Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	$ 325,000	$ 330,000	$ 346,765	$ 16,765
Miscellaneous	500,000	632,156	1,296,851	664,695
Total Revenues	825,000	962,156	1,643,616	681,460
Expenditures				
Current				
Culture and recreation	600,000	732,156	1,500,377	(768,221)
Excess of Revenues Over Expenditures	225,000	230,000	143,239	(86,761)
Other Financing Uses				
Transfers out	(324,178)	(324,178)	(140,000)	184,178
Net Change in Fund Balance	(99,178)	(94,178)	3,239	97,417
Fund Balance - January 1	233,559	233,559	233,559	-
Fund Balance - December 31	$ 134,381	$ 139,381	$ 236,798	$ 97,417

CITY OF MARSHFIELD, WISCONSIN
Convention & Visitors Bureau Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Miscellaneous	$ 34,700	$ 34,700	$ -	$ (34,700)
Expenditures				
Current				
Culture and recreation	297,646	297,646	-	297,646
Excess of Revenues Under Expenditures	(262,946)	(262,946)	-	262,946
Other Financing Sources				
Transfers in	184,178	184,178	-	(184,178)
Net Change in Fund Balance	(78,768)	(78,768)	-	78,768
Fund Balance - January 1, as originally reported	333,408	333,408	333,408	-
Prior Period Adjustment	(333,408)	(333,408)	(333,408)	-
Fund Balance - January 1, as restated	-	-	-	-
Fund Balance - December 31	$ (78,768)	$ (78,768)	$ -	$ 78,768

CITY OF MARSHFIELD, WISCONSIN
Residential Rehabilitation Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Miscellaneous	$ 300	$ 300	$ 260	$ (40)
Expenditures				
Current				
Conservation and development	300	300	1,872	(1,572)
Net Change in Fund Balance	-	-	(1,612)	(1,612)
Fund Balance - January 1	440,417	440,417	440,417	-
Fund Balance - December 31	$ 440,417	$ 440,417	$ 438,805	$ (1,612)

CITY OF MARSHFIELD, WISCONSIN
Economic Development Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Intergovernmental	$ -	$ -	$ 30,000	$ 30,000
Miscellaneous	5,530	5,530	5,797	267
Total Revenues	5,530	5,530	35,797	30,267
Expenditures				
Current				
Conservation and development	258,894	283,894	142,413	141,481
Excess of Revenues Under Expenditures	(253,364)	(278,364)	(106,616)	171,748
Other Financing Sources				
Transfers in	288,000	288,000	267,409	(20,591)
Net Change in Fund Balance	34,636	9,636	160,793	151,157
Fund Balance - January 1	1,187,706	1,187,706	1,187,706	-
Fund Balance - December 31	$ 1,222,342	$ 1,197,342	$ 1,348,499	$ 151,157

CITY OF MARSHFIELD, WISCONSIN
Public Safety Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and forfeits	$ -	$ 3,000	$ -	$ (3,000)
Public charges for services	-	19,577	17,217	(2,360)
Miscellaneous	-	-	146	146
Total Revenues	-	22,577	17,363	(5,214)
Expenditures				
Current				
Public safety	-	22,577	20,468	2,109
Net Change in Fund Balance	-	-	(3,105)	(3,105)
Fund Balance (Deficit) - January 1	(3,916)	(3,916)	(3,916)	-
Fund Balance (Deficit) - December 31	$ (3,916)	$ (3,916)	$ (7,021)	$ (3,105)

CITY OF MARSHFIELD, WISCONSIN
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, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	$ -	$ -	$ 120,855	$ 120,855
Expenditures				
Current				
Health and human services	-	-	120,855	(120,855)
Net Change in Fund Balance	-	-	-	-
Fund Balance - January 1	-	-	-	-
Fund Balance - December 31	$ -	$ -	$ -	$ -

CITY OF MARSHFIELD, WISCONSIN

Business Improvement District Special Revenue Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget and Actual

For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Public charges for services	$ 66,000	$ 66,000	$ 65,187	$ (813)
Miscellaneous	100	100	426	326
Total Revenues	66,100	66,100	65,613	(487)
Expenditures				
Current				
Conservation and development	66,100	66,100	67,320	(1,220)
Net Change in Fund Balance	-	-	(1,707)	(1,707)
Fund Balance - January 1	-	-	-	-
Fund Balance (Deficit) - December 31	$ -	$ -	$ (1,707)	$ (1,707)

CITY OF MARSHFIELD, WISCONSIN
Taxi System Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Intergovernmental	$ 494,000	$ 494,000	$ 420,448	$ (73,552)
Miscellaneous	-	-	3,040	3,040
Total Revenues	494,000	494,000	423,488	(70,512)
Expenditures				
Current				
Public works	521,150	521,150	432,352	88,798
Net Change in Fund Balance	(27,150)	(27,150)	(8,864)	18,286
Fund Balance - January 1	44,901	44,901	44,901	-
Fund Balance - December 31	$ 17,751	$ 17,751	$ 36,037	$ 18,286

CITY OF MARSHFIELD, WISCONSIN
Cable Television Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Licenses and permits	$ 225,000	$ 225,000	$ 242,649	$ 17,649
Public charges for services	1,500	1,500	1,676	176
Total Revenues	226,500	226,500	244,325	17,825
Expenditures				
Current				
General government	225,577	228,577	207,594	20,983
Net Change in Fund Balance	923	(2,077)	36,731	38,808
Fund Balance - January 1	115,202	115,202	115,202	-
Fund Balance - December 31	$ 116,125	$ 113,125	$ 151,933	$ 38,808

CITY OF MARSHFIELD, WISCONSIN
Forestry Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Licenses and permits	$ -	$ -	$ -	$ -
Public charges for services	-	-	-	-
Total Revenues	-	-	-	-
Expenditures				
Current				
General government	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Fund Balance - January 1	-	-	-	-
Fund Balance - December 31	$ -	$ -	$ -	$ -

CITY OF MARSHFIELD, WISCONSIN
Infrastructure Construction Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 141,926	$ 145,776	$ 145,776	$ -
Intergovernmental	-	-	23,424	23,424
Intergovernmental charges for services	227,581	227,581	181,614	(45,967)
Total Revenues	369,507	373,357	350,814	(22,543)
Expenditures				
Current				
Public works	88,531	88,531	138,693	(50,162)
Conservation and development	118,667	122,517	45,988	76,529
Debt service				
Interest and fiscal charges	20,234	20,234	28,289	(8,055)
Capital outlay	1,981,997	1,981,997	2,106,052	(124,055)
Total Expenditures	2,209,429	2,213,279	2,319,022	(105,743)
Excess of Revenues Under Expenditures	(1,839,922)	(1,839,922)	(1,968,208)	(128,286)
Other Financing Sources				
Long-term debt issued	1,997,614	1,997,614	2,005,668	8,054
Net Change in Fund Balance	157,692	157,692	37,460	(120,232)
Fund Balance - January 1	157,868	157,868	157,868	-
Fund Balance - December 31	$ 315,560	$ 315,560	$ 195,328	$ (120,232)

CITY OF MARSHFIELD, WISCONSIN
Public Safety Capital Outlay Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ -	$ 6,800	$ 6,800	$ -
Expenditures				
Capital outlay	-	6,800	6,800	-
Excess of Revenues Over Expenditures	-	-	-	-
Other Financing Sources				
Transfers in	143,500	143,500	143,500	-
Net Change in Fund Balance	143,500	143,500	143,500	-
Fund Balance - January 1	119,399	119,399	119,399	-
Fund Balance - December 31	$ 262,899	$ 262,899	$ 262,899	$ -

CITY OF MARSHFIELD, WISCONSIN
Airport Outlay Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Expenditures				
Capital outlay	$ 10,000	$ 10,000	$ 32	$ 9,968
Net Change in Fund Balance	(10,000)	(10,000)	(32)	9,968
Fund Balance - January 1	24,176	24,176	24,176	-
Fund Balance - December 31	$ 14,176	$ 14,176	$ 24,144	$ 9,968

CITY OF MARSHFIELD, WISCONSIN
Parks & Rec Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	$ 25,000	$ 25,000	$ 25,000	$ -
Miscellaneous	134,000	134,000	25,000	(109,000)
Total Revenues	159,000	159,000	50,000	(109,000)
Expenditures				
Debt service				
Interest and fiscal charges	2,149	2,149	3,004	(855)
Capital outlay	434,998	608,498	300,347	308,151
Total Expenditures	437,147	610,647	303,351	307,296
Excess of Revenues Under Expenditures	(278,147)	(451,647)	(253,351)	198,296
Other Financing Sources (Uses)				
Long-term debt issued	212,149	385,649	213,004	(172,645)
Transfers in	140,000	140,000	140,000	-
Transfers out	(46,131)	(46,131)	(46,131)	-
Total Other Financing Sources (Uses)	306,018	479,518	306,873	(172,645)
Net Change in Fund Balance	27,871	27,871	53,522	25,651
Fund Balance - January 1	24,113	24,113	24,113	-
Fund Balance - December 31	$ 51,984	$ 51,984	$ 77,635	$ 25,651

CITY OF MARSHFIELD, WISCONSIN
TID #2 (Purdy Project) Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	$ 112,442	$ 112,442	$ 111,352	$ (1,090)
Intergovernmental	20	20	15	(5)
Total Revenues	112,462	112,462	111,367	(1,095)
Expenditures				
Current				
Conservation and development	369	369	369	-
Net Change in Fund Balance	112,093	112,093	110,998	(1,095)
Fund Balance (Deficit) - January 1	(240,847)	(240,847)	(240,847)	-
Fund Balance (Deficit) - December 31	$ (128,754)	$ (128,754)	$ (129,849)	$ (1,095)

CITY OF MARSHFIELD, WISCONSIN
TID #4 (Downtown Redevelopment) Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 767,315	$ 767,315	$ 759,877	$ (7,438)
Special assessments	50,000	50,000	178,528	128,528
Intergovernmental	27,000	27,000	21,693	(5,307)
Miscellaneous	20	20	7,938	7,918
Total Revenues	844,335	844,335	968,036	123,701
Expenditures				
Current				
Conservation and development	40,515	47,115	144,665	(97,550)
Debt service				
Interest and fiscal charges	32,213	32,213	42,699	(10,486)
Capital outlay	3,107,994	3,107,994	2,861,588	246,406
Total Expenditures	3,180,722	3,187,322	3,048,952	138,370
Excess of Revenues Under Expenditures	(2,336,387)	(2,342,987)	(2,080,916)	262,071
Other Financing Sources (Uses)				
Long-term debt issued	3,180,205	3,180,205	3,190,691	10,486
Transfers out	(793,800)	(793,800)	(793,800)	-
Total Other Financing Sources (Uses)	2,386,405	2,386,405	2,396,891	10,486
Net Change in Fund Balance	50,018	43,418	315,975	272,557
Fund Balance (Deficit) - January 1	(1,880,941)	(1,880,941)	(1,880,941)	-
Fund Balance (Deficit) - December 31	$ (1,830,923)	$ (1,837,523)	$ (1,564,966)	$ 272,557

CITY OF MARSHFIELD, WISCONSIN
TID #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, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 442,985	$ 442,985	$ 438,691	$ (4,294)
Intergovernmental	210,000	210,000	184,849	(25,151)
Miscellaneous	100	100	100	-
Total Revenues	653,085	653,085	623,640	(29,445)
Expenditures				
Current				
Conservation and development	515	405,515	402,764	2,751
Excess of Revenues Over Expenditures	652,570	247,570	220,876	(26,694)
Other Financing Sources (Uses)				
Long-term debt issued	-	405,000	-	(405,000)
Transfers out	(652,570)	(652,570)	(652,570)	-
Total Other Financing Sources (Uses)	(652,570)	(247,570)	(652,570)	(405,000)
Net Change in Fund Balance	-	-	(431,694)	(431,694)
Fund Balance (Deficit) - January 1	(1,334,850)	(1,334,850)	(1,334,850)	-
Fund Balance (Deficit) - December 31	$ (1,334,850)	$ (1,334,850)	$ (1,766,544)	$ (431,694)

CITY OF MARSHFIELD, WISCONSIN
TID #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, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 224,262	$ 224,262	$ 222,088	$ (2,174)
Intergovernmental	375	375	237	(138)
Miscellaneous	67,000	67,000	-	(67,000)
Total Revenues	291,637	291,637	222,325	(69,312)
Expenditures				
Current				
Conservation and development	25,515	375,515	3,108	372,407
Debt service				
Interest and fiscal charges	205	205	272	(67)
Capital outlay	17,000	17,000	32,497	(15,497)
Total Expenditures	42,720	392,720	35,877	356,843
Excess of Revenues Over (Under) Expenditures	248,917	(101,083)	186,448	287,531
Other Financing Sources (Uses)				
Long-term debt issued	20,205	370,205	20,271	(349,934)
Sale of capital assets	-	-	60,000	60,000
Transfers out	(224,122)	(224,122)	(224,122)	-
Total Other Financing Sources (Uses)	(203,917)	146,083	(143,851)	(289,934)
Net Change in Fund Balance	45,000	45,000	42,597	(2,403)
Fund Balance - January 1	71,640	71,640	71,640	-
Fund Balance - December 31	$ 116,640	$ 116,640	$ 114,237	$ (2,403)

CITY OF MARSHFIELD, WISCONSIN
TID #9 (Hartl Site) Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 4,515	$ 4,515	$ 4,471	$ (44)
Intergovernmental	-	-	5	5
Total Revenues	4,515	4,515	4,476	(39)
Expenditures				
Current				
Public works	172,620	172,620	83,924	88,696
Conservation and development	369	369	20,369	(20,000)
Debt service				
Interest and fiscal charges	1,766	1,766	2,341	(575)
Total Expenditures	174,755	174,755	106,634	68,121
Excess of Revenues Under Expenditures	(170,240)	(170,240)	(102,158)	68,082
Other Financing Sources (Uses)				
Long-term debt issued	174,386	174,386	174,961	575
Transfers out	(4,146)	(18,946)	(18,946)	-
Total Other Financing Sources (Uses)	170,240	155,440	156,015	575
Net Change in Fund Balance	-	(14,800)	53,857	68,657
Fund Balance - January 1	177,936	177,936	177,936	-
Fund Balance - December 31	$ 177,936	$ 163,136	$ 231,793	$ 68,657

CITY OF MARSHFIELD, WISCONSIN
TID #10 (Marshfield Mall) Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Miscellaneous	$ -	$ -	$ -	$ -
Expenditures				
Current				
Conservation and development	-	14,800	12,533	2,267
Excess of Revenues Under Expenditures	-	(14,800)	(12,533)	2,267
Other Financing Sources				
Transfers in	-	14,800	14,800	-
Net Change in Fund Balance	-	-	2,267	2,267
Fund Balance - January 1	-	-	-	-
Fund Balance - December 31	$ -	$ -	$ 2,267	$ 2,267

CITY OF MARSHFIELD, WISCONSIN
Combining Statement of Net Position
Fiduciary Fund - Agency Funds
December 31, 2015

	Payroll Deductions Fund	Performance Bonds	Property Tax Fund	Sales Tax	Total
ASSETS					
Cash and investments	$ 643,184	$ 26,300	$ 3,492,982	$ 2,617	$ 4,165,083
Receivables					
Taxes	-	-	17,507,447	-	17,507,447
Other	-	-	-	99	99
Total Assets	$ 643,184	$ 26,300	$ 21,000,429	$ 2,716	$ 21,672,629
LIABILITIES					
Accounts payable	$ -	$ -	$ 10,375	$ -	$ 10,375
Accrued payroll deductions	643,184	-	-	-	643,184
Special deposits	-	26,300	-	-	26,300
Due to other governments	-	-	20,990,054	2,716	20,992,770
Total Liabilities	$ 643,184	$ 26,300	$ 21,000,429	$ 2,716	$ 21,672,629

CITY OF MARSHFIELD, WISCONSIN

COMBINING STATEMENT OF CHANGES IN ASSETS
AND LIABILITIES - ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2015

	BALANCE 1/1/15	ADDITIONS	DEDUCTIONS	BALANCE 12/31/15
Payroll Deductions				
ASSETS				
Cash	$ 391,490	$ 398,575	$ 146,881	$ 643,184
Receivables-Other	11,656	57,634	69,290	-
TOTAL ASSETS	$ 403,146	$ 456,209	$ 216,171	$ 643,184
LIABILITIES				
Payroll Deductions	$ 403,146	$ 16,727,374	$ 16,487,336	$ 643,184
Performance Bonds				
ASSETS				
Cash and Investments	$ 15,300	$ 41,000	$ 30,000	$ 26,300
LIABILITIES				
Special Deposits	$ 15,300	$ 12,000	$ 1,000	$ 26,300
Property Tax				
ASSETS				
Cash	$ 5,836,242	$ 18,652,205	$ 20,995,465	$ 3,492,982
Taxes Receivable	15,016,192	44,245,628	41,754,373	17,507,447
TOTAL ASSETS	$ 20,852,434	$ 62,897,833	$ 62,749,838	$ 21,000,429
LIABILITIES				
Accounts Payable	$ 3,535	$ 20,001	$ 13,161	$ 10,375
Due to Other Governments	20,848,899	44,369,273	44,228,118	20,990,054
TOTAL LIABILITIES	$ 20,852,434	$ 44,389,274	$ 44,241,279	$ 21,000,429
State of Wisconsin				
ASSETS				
Cash	$ 2,531	$ 3,669	$ 3,583	$ 2,617
Receivables-Other	265	99	265	$ 99
TOTAL ASSETS	$ 2,796	$ 3,768	$ 3,848	$ 2,716
LIABILITIES				
Due to Other Governments	$ 2,796	$ 22,064	$ 22,144	$ 2,716
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and Investments	$ 6,245,563	$ 19,095,449	$ 21,175,929	$ 4,165,083
Taxes Receivable	15,016,192	44,245,628	41,754,373	17,507,447
Receivables-Other	11,921	57,733	69,555	99
TOTAL ASSETS	$ 21,273,676	$ 63,398,810	$ 62,999,857	$ 21,672,629
LIABILITIES				
Accounts Payable	$ 3,535	$ 20,001	$ 13,161	$ 10,375
Payroll Deductions	403,146	16,727,374	16,487,336	643,184
Special Deposits	15,300	12,000	1,000	26,300
Due to Other Governments	20,851,695	44,391,337	44,250,262	20,992,770
TOTAL LIABILITIES	$ 21,273,676	$ 61,150,712	$ 60,751,759	$ 21,672,629

STATISTICAL SECTION

CITY OF MARSHFIELD, WISCONSIN

INDEX TO THE STATISTICAL SECTION

December 31, 2015

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These schedules contain trend information to aid in the understanding of how the City's financial performance and well-being have changed over time. 110-117

II. Revenue Capacity

These schedules offer information about the City's most significant revenue source, the property tax. 118-121

III. Debt Capacity

These schedules present information about the affordability of the City's current levels of outstanding debt and ability to issue additional debt in the future. 122-126

IV. Demographic and Economic Information

These schedules contain demographic and economic indicators about the environment within which the City's financial activities take place. 127-128

V. Operating Information

These schedules include service and infrastructure data about how the information in the City's financial report relates to the services the City provides and activities it performs. 129-131

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Schedule 1

CITY OF MARSHFIELD, WISCONSIN

Net Position by Component

Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental Activities										
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	$ 58,108,935	$ 55,626,337	$ 57,826,186
Restricted	5,276,019	8,674,245	2,383,051	2,511,961	2,194,391	2,883,068	2,252,707	1,995,950	2,565,407	6,417,199
Unrestricted	3,675,874	2,868,674	3,347,412	8,540,862	5,899,831	5,081,837	5,107,094	3,513,116	3,426,145	4,156,459
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	$ 63,618,001	$ 61,617,889	$ 68,399,844
Business-type Activities										
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	$ 74,831,229	$ 77,355,354	$ 77,560,575
Restricted	8,759,289	5,814,338	4,848,441	5,078,315	10,153,697	8,437,072	8,011,411	3,057,215	3,050,999	4,844,079
Unrestricted	7,740,297	7,144,509	9,443,954	13,367,865	3,001,171	9,315,094	12,751,544	20,072,129	22,818,697	28,297,989
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	$ 97,960,573	$ 103,225,050	$ 110,702,643
Primary government										
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	$ 132,940,164	$ 132,981,691	$ 135,386,761
Restricted	14,035,308	14,488,583	7,231,492	7,590,276	12,348,088	11,320,140	10,264,118	5,053,165	5,616,406	11,261,278
Unrestricted	11,416,171	10,013,183	12,791,366	21,908,727	8,901,002	14,396,931	17,858,638	23,585,245	26,244,842	32,454,448
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	$ 161,578,574	$ 164,842,939	$ 179,102,487

CITY OF MARSHFIELD, WISCONSIN
Changes in Net Position
Last Ten Fiscal Years

	2006	2007	2008	2009
EXPENSES				
Governmental Activities:				
General government	$ 2,837,959	$ 3,003,721	$ 3,229,005	$ 3,230,673
Public safety	7,049,167	7,139,830	7,366,395	7,426,153
Public works	6,562,636	7,140,078	6,690,349	5,769,972
Health and human services	145,191	150,081	461,958	464,500
Culture, recreation and education	3,153,481	3,400,317	3,136,079	3,333,826
Conservation and development	806,118	742,530	833,929	1,053,903
Interest on debt	1,057,498	945,708	934,124	876,142
Total governmental activities expenses	21,612,050	22,522,265	22,651,839	22,155,169
Business-type Activities				
Electric utility	23,155,498	28,000,226	24,666,782	25,213,657
Water utility	2,243,908	2,526,510	2,483,984	2,678,088
Communications	30,818	24,702	28,707	35,527
Wastewater	3,524,068	3,618,360	3,691,492	3,707,471
EMS	774,251	858,601	875,909	955,215
Total business-type activities expenses	29,728,543	35,028,399	31,746,874	32,589,958
Total primary government expenses	$ 51,340,593	$ 57,550,664	$ 54,398,713	$ 54,745,127
PROGRAM REVENUES				
Governmental Activities:				
Charges for services				
General government	$ 752,306	$ 778,777	$ 783,088	$ 781,435
Public safety	241,567	315,359	319,526	267,262
Public works	148,087	249,416	133,232	186,980
Health and human services	113,364	137,203	132,075	119,720
Culture and recreation	286,341	304,686	317,457	323,267
Conservation and development	68,206	66,176	59,973	66,903
Operating Grants and contributions	3,415,892	5,375,169	3,030,381	4,642,681
Capital grants and contributions	-	-	-	-
Total governmental activities revenues	5,025,763	7,226,786	4,775,732	6,388,248
Business-type Activities				
Charges for services				
Electric utility	24,326,967	28,623,244	26,470,222	26,080,435
Water utility	2,940,572	3,026,993	3,500,614	3,493,170
Communications	56,570	56,570	66,386	67,576
Wastewater	4,605,808	4,482,341	4,912,487	4,867,997
EMS	840,421	924,049	928,755	979,562
Operating Grants and contributions	2,687,493	729,069	818,916	607,705
Capital grants and contributions	-	-	-	-
Total business-type activities revenues	35,457,831	37,842,266	36,697,380	36,096,445
Total primary government revenues	$ 40,483,594	$ 45,069,052	$ 41,473,112	$ 42,484,693
NET REVENUE (EXPENSE)				
Governmental Activities:	$ (16,586,287)	$ (15,295,479)	$ (17,876,107)	$ (15,766,921)
Business-type Activities	5,729,288	2,813,867	4,950,506	3,506,487
Total primary government net (expense)	$ (10,856,999)	$ (12,481,612)	$ (12,925,601)	$ (12,260,434)

(Continued)

2010	2011	2012	2013	2014	2015
$ 3,260,294	$ 3,398,507	$ 2,684,149	$ 3,381,375	$ 3,441,510	$ 3,266,642
9,594,245	8,309,279	8,329,869	8,475,418	8,234,603	8,254,710
5,520,843	6,800,762	6,899,118	7,472,309	7,993,577	8,351,800
548,620	388,087	493,887	319,519	317,792	340,197
3,399,249	3,679,970	3,767,000	3,536,597	3,678,439	3,841,342
1,732,273	1,343,624	1,209,269	1,318,383	981,828	1,447,241
1,128,733	1,061,916	985,986	846,986	968,197	1,026,058
25,184,257	24,982,145	24,369,278	25,350,587	25,615,946	26,527,990
26,533,890	28,610,771	27,514,913	30,002,392	33,302,471	29,765,620
3,021,251	2,974,484	2,945,857	2,925,812	3,560,182	3,295,933
44,606	45,907	53,733	70,902	90,439	74,834
3,856,213	3,905,893	3,660,710	3,745,452	3,793,962	3,673,007
1,104,934	1,193,145	1,212,512	1,225,446	1,249,425	1,386,941
34,560,894	36,730,200	35,387,725	37,970,004	41,996,479	38,196,335
$ 59,745,151	$ 61,712,345	$ 59,757,003	$ 63,320,591	$ 67,612,425	$ 64,724,325
$ 810,056	$ 811,491	$ 881,778	$ 879,395	$ 871,332	$ 1,028,929
253,590	223,238	206,690	205,652	174,564	210,527
64,430	59,422	48,534	333,649	356,976	253,984
134,968	152,351	147,328	157,170	163,552	178,359
320,980	324,168	338,618	305,141	308,719	315,204
120,376	73,929	71,071	70,974	65,628	68,001
2,907,232	2,924,600	2,503,681	2,746,492	2,719,996	2,802,378
-	-	-	278,066	600,630	2,641,925
4,611,632	4,569,199	4,197,700	4,976,539	5,261,397	7,499,307
29,380,427	29,839,492	30,502,556	31,867,176	35,750,048	32,012,321
3,515,209	3,521,334	4,197,018	4,221,568	4,260,622	4,507,702
70,746	78,046	185,923	186,614	206,794	239,655
4,627,965	4,970,967	5,171,478	5,543,048	6,448,367	6,735,174
984,921	1,146,240	1,164,717	1,112,677	1,139,247	1,176,846
432,654	564,255	1,085,913	50,697	50,531	62,739
-	-	-	256,037	538,512	443,704
39,011,922	40,120,334	42,307,605	43,237,817	48,394,121	45,178,141
$ 43,623,554	$ 44,689,533	$ 46,505,305	$ 48,214,356	$ 53,655,518	$ 52,677,448
$ (20,572,625)	$ (20,412,946)	$ (20,171,578)	$ (20,374,048)	$ (20,354,549)	$ (19,028,683)
4,451,028	3,390,134	6,919,880	5,267,813	6,397,642	6,981,806
$ (16,121,597)	$ (17,022,812)	$ (13,251,698)	$ (15,106,235)	$ (13,956,907)	$ (12,046,877)

CITY OF MARSHFIELD, WISCONSIN
Changes in Net Position (Continued)
Last Ten Fiscal Years

	2006	2007	2008	2009
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental Activities:				
Taxes				
Property taxes	$ 11,853,933	$ 11,983,483	$ 12,152,349	$ 12,426,456
Public accommodation taxes	268,552	298,206	310,200	272,087
Other taxes	120,326	121,963	125,787	128,671
State shared revenues	5,677,253	5,796,398	5,758,678	5,669,086
Interest and investment income	563,694	654,187	519,600	177,816
Miscellaneous	109,476	170,885	195,002	222,511
Gain on disposal of capital assets	-	-	-	-
Transfers	1,386,151	1,329,331	1,375,603	1,474,088
Total governmental activities	19,979,385	20,354,453	20,437,219	20,370,715
Business-type Activities				
Interest and investment income	1,006,583	1,161,950	1,525,548	903,486
Miscellaneous	-	-	-	-
Gain on disposal of capital assets	-	-	(24,468)	(8,026)
Transfers	(1,386,151)	(1,329,331)	(1,375,603)	(1,474,088)
Total business-type activities	(379,568)	(167,381)	125,477	(578,628)
Total primary government	$ 19,599,817	$ 20,187,072	$ 20,562,696	$ 19,792,087
CHANGE IN NET POSITION				
Governmental Activities:	$ 3,393,098	$ 5,058,974	$ 2,561,112	$ 4,603,794
Business-type Activities	5,349,720	2,646,486	5,075,983	2,927,859
Total primary government	$ 8,742,818	$ 7,705,460	$ 7,637,095	$ 7,531,653

2010	2011	2012	2013	2014	2015
$ 12,568,324	$ 12,895,833	$ 13,061,346	$ 13,254,727	$ 13,393,800	$ 13,663,489
267,453	297,055	295,327	307,411	327,018	346,765
134,724	134,366	136,870	193,692	195,640	201,041
5,577,595	5,445,527	5,231,561	5,260,401	5,290,897	5,324,382
202,382	123,621	87,063	95,451	88,259	81,017
342,746	389,034	1,114,030	270,417	201,475	145,707
-	-	-	58,139	14,157	48,232
1,798,654	1,760,640	2,053,326	2,110,640	2,051,368	2,100,658
20,891,878	21,046,076	21,979,523	21,550,878	21,562,614	21,911,291
695,273	542,095	640,624	874,527	840,974	733,312
-	-	-	122,259	135,989	138,122
(6,873)	-	1,481	-	73,475	(3,650)
(1,794,421)	(1,760,640)	(2,053,326)	(2,110,640)	(2,051,368)	(2,100,658)
(1,106,021)	(1,218,545)	(1,411,221)	(1,113,854)	(1,000,930)	(1,232,874)
$ 19,785,857	$ 19,827,531	$ 20,568,302	$ 20,437,024	$ 20,561,684	$ 20,678,417
$ 319,253	$ 633,130	$ 1,807,945	$ 1,176,830	$ 1,208,065	$ 2,882,608
3,345,007	2,171,589	5,508,659	4,153,959	5,396,712	5,748,932
$ 3,664,260	$ 2,804,719	$ 7,316,604	$ 5,330,789	$ 6,604,777	$ 8,631,540

CITY OF MARSHFIELD, WISCONSIN
FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ 716	$ 38,143	$ 113,577	$ 225,978	$ 292,200
Committed	-	-	-	-	-	231,659	179,748	238,403	256,867	252,887
Unassigned	-	-	-	-	-	6,653,694	6,293,231	5,730,141	5,315,509	5,891,810
Reserved	-	118,412	104,686	27,492	6,632	-	-	-	-	-
Unreserved, designated	545,491	416,491	353,590	426,747	366,633	-	-	-	-	-
Unreserved, undesignated	6,278,496	6,569,455	6,455,755	6,530,492	7,366,688	-	-	-	-	-
Total General Fund	$6,823,987	$7,104,358	$6,914,031	$6,984,731	$ 7,739,953	$6,886,069	$6,511,122	$6,082,121	$5,798,354	$6,436,897
All other governmental funds										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ 800,856	$ 780,973	$ 730,756	$ 722,332	$ 108,344
Restricted	-	-	-	-	-	1,389,534	1,471,734	1,621,586	1,844,832	1,922,897
Committed	-	-	-	-	-	93,429	95,998	614,088	855,521	908,303
Assigned	-	-	-	-	-	1,269,893	1,158,874	559,989	588,143	765,447
Unassigned	-	-	-	-	-	(4,003,357)	(3,421,178)	(3,388,117)	(3,462,311)	(4,115,706)
Reserved	5,276,720	4,650,695	2,383,051	5,851,366	2,187,759	-	-	-	-	-
Unreserved, designated, reported in										
Special revenue	710,040	782,896	1,230,321	705,125	158,187	-	-	-	-	-
Capital projects	536,598	739,459	1,569,584	1,178,070	-	-	-	-	-	-
Unreserved, undesignated, reported in										
Special revenue	(10)	(839)	22,986	98,432	80,880	-	-	-	-	-
Capital projects	(3,748,977)	(3,256,495)	(3,710,977)	(2,611,601)	(3,724,008)	-	-	-	-	-
Total all other governmental funds	$2,774,371	$2,915,716	$1,494,965	$5,221,392	$(1,297,182)	$ (449,645)	$ 86,401	$ 138,302	$ 548,517	$ (410,715)

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

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CITY OF MARSHFIELD, WISCONSIN
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2006	2007	2008	2009
REVENUES				
Taxes	$ 12,244,384	$ 12,404,111	$ 12,589,794	$ 12,828,566
Special assessments	451,081	416,277	433,610	545,014
Intergovernmental	8,178,745	9,778,939	8,325,247	8,426,325
Licenses and permits	359,464	386,347	382,488	367,784
Fines and forfeits	111,511	134,092	141,603	125,395
Public charges for services	827,243	1,008,067	897,936	908,681
Intergovernmental charges for services	-	-	-	-
Miscellaneous	1,009,631	2,220,057	1,094,169	2,149,237
Total revenues	23,182,059	26,347,890	23,864,847	25,351,002
EXPENDITURES				
General government	2,656,891	2,886,509	3,023,589	3,082,462
Public safety	6,842,836	6,891,604	7,126,431	7,378,977
Public works	5,063,692	5,733,327	6,087,393	6,034,196
Health and human services	140,662	149,944	165,838	159,155
Culture and recreation	2,884,804	3,057,845	3,119,227	3,167,467
Conservation and development	806,118	721,646	797,444	840,193
Debt service				
Principal	5,955,762	3,202,824	3,176,322	3,122,619
Interest and fiscal charges	1,039,318	932,975	914,459	817,643
Capital outlay	4,149,499	5,533,825	2,530,625	7,957,509
Total expenditures	29,539,582	29,110,499	26,941,328	32,560,221
Excess of revenues under expenditures	(6,357,523)	(2,762,609)	(3,076,481)	(7,209,219)
OTHER FINANCING SOURCES (USES)				
Long-term debt issued	4,685,000	1,855,000	89,800	9,516,560
Debt premium	-	-	-	-
Refunding bonds issued	2,935,989	-	-	2,635,000
Payment to refunded bond escrow agent	-	-	-	(2,635,000)
Sale of capital assets	-	-	-	15,695
Transfers in	1,063,913	3,878,900	3,145,115	1,424,337
Transfer in (out) - proprietary fund	1,386,151	1,329,331	1,375,603	1,474,089
Transfers out	(1,063,913)	(3,878,900)	(3,145,115)	(1,424,337)
Total other financing sources (uses)	9,007,140	3,184,331	1,465,403	11,006,344
Net change in fund balances	$ 2,649,617	$ 421,722	$ (1,611,078)	$ 3,797,125
Capital outlay reported above	$ 4,149,499	$ 5,533,825	$ 2,530,625	$ 7,957,509
Items capitalized not recorded as capital outlay (Items not capitalized)	(177,574)	(160,943)	522,999	(1,838,981)
Acquisition and construction of capital assets	$ 3,971,925	$ 5,372,882	$ 3,053,624	$ 6,118,528
Debt service as a percentage of noncapital expenditures	27.4%	17.4%	17.1%	14.9%

2010	2011	2012	2013	2014	2015
$ 12,972,357	$ 13,328,682	$ 13,494,328	$ 13,760,349	$ 13,925,200	$ 14,212,201
331,540	283,843	327,540	266,163	504,846	462,002
8,264,185	8,191,364	7,749,412	7,864,851	7,869,686	7,990,232
381,728	377,060	457,686	466,748	442,718	454,486
115,316	112,229	94,403	116,607	121,775	182,142
848,648	794,286	797,452	690,229	684,845	709,156
-	-	-	342,584	378,092	315,535
1,066,060	900,544	1,547,177	859,607	771,750	2,661,270
23,979,834	23,988,008	24,467,998	24,367,138	24,698,912	26,987,024
3,161,276	3,140,869	3,135,068	3,262,634	3,191,309	3,132,544
7,789,867	8,133,175	8,012,919	8,103,390	7,928,718	8,039,696
5,163,379	5,611,502	5,162,878	5,635,896	6,061,752	5,522,452
228,534	312,268	329,030	325,544	310,670	337,511
3,438,803	3,318,627	3,220,449	3,280,441	3,417,501	4,650,806
1,346,945	877,973	866,422	988,383	981,828	1,423,752
2,921,135	2,907,297	6,347,193	4,186,216	4,363,784	4,393,459
1,061,260	1,099,300	1,005,542	1,005,086	1,015,566	1,075,121
8,374,827	7,011,195	4,595,724	7,097,681	3,660,130	7,072,942
33,486,026	32,412,206	32,675,225	33,885,271	30,931,258	35,648,283
(9,506,192)	(8,424,198)	(8,207,227)	(9,518,133)	(6,232,346)	(8,661,259)
3,300,000	6,653,045	6,315,000	6,803,650	4,080,000	6,255,000
-	-	-	187,097	52,597	76,600
706,717	-	-	-	-	-
(2,049,957)	-	-	-	-	-
-	4,166	-	39,647	31,328	98,220
1,322,191	1,734,655	1,730,075	2,105,845	2,959,725	1,876,140
3,137,661	1,760,640	1,795,158	2,110,640	2,051,368	2,244,158
(2,661,198)	(1,734,655)	(1,471,907)	(2,105,845)	(2,816,225)	(1,876,140)
3,755,414	8,417,851	8,368,326	9,141,034	6,358,793	8,673,978
$ (5,750,778)	$ (6,347)	$ 161,099	$ (377,099)	$ 126,447	$ 12,719
$ 8,374,827	$ 7,011,195	$ 4,595,724	$ 7,097,681	$ 3,660,130	$ 7,072,942
3,126,626	967,476	393,674	215,631	359,291	935,964
$ 11,501,453	$ 7,978,671	$ 4,989,398	$ 7,313,312	$ 4,019,421	$ 8,008,906
18.1%	16.4%	26.6%	19.5%	20.0%	19.8%

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 a as a Percentage of Actual Taxable Value
2006	656,364,000	388,587,000	43,050,900	1,581,700	64,059,890	1,153,643,490	9.91	1,240,171,500	93.023%
2007	662,646,600	395,293,800	41,810,400	1,634,800	67,965,810	1,169,351,410	9.87	1,282,755,200	91.159%
2008	669,688,800	413,906,200	41,306,300	1,568,100	68,327,430	1,194,796,830	9.87	1,329,959,000	89.837%
2009	674,928,600	429,442,500	41,040,400	1,488,400	57,468,880	1,204,368,780	9.86	1,333,749,900	90.299%
2010	772,419,000	476,651,000	43,076,300	1,168,300	59,363,440	1,352,678,040	8.96	1,332,746,600	101.496%
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%
2013	778,926,900	492,479,400	52,313,700	744,000	69,276,820	1,393,740,820	8.98	1,359,235,300	102.539%
2014	780,533,800	503,846,500	52,907,000	697,500	69,720,560	1,407,705,360	9.02	1,405,306,700	100.171%
2015	783,243,400	515,598,700	53,607,600	692,000	72,025,400	1,425,167,100	9.07	1,427,677,300	99.824%

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)

	City of Marshfield			Overlapping Rates							
Fiscal Year	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
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
2013	7.14	1.84	8.98	4.58	9.43	1.69	0.17	4.54	9.19	1.65	0.16
2014	6.99	2.03	9.02	4.79	9.69	0.83	0.17	4.82	9.85	0.84	0.17
2015	7.07	2.00	9.07	4.82	9.58	0.84	0.17	4.67	9.46	0.83	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.

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

		2015			2007		
		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Taxpayer	**Type of Business**						
Marshfield Clinic	Healthcare	$ 155,719,500	1	10.93%	$ 95,142,200	1	8.14%
Wal-Mart Development	Retail Sales Development	22,508,500	2	1.58%	21,783,280	2	1.86%
Menards Development	Home Improvement Retail	12,658,500	3	0.89%	11,827,190	5	1.01%
V & H Ford Development	Auto / Heavy Truck Sales & Service	12,036,500	4	0.84%	11,485,370	6	0.98%
Festival Foods Development	Grocery / Office Products / Apartments	11,121,199	5	0.78%	9,937,520	7	0.85%
Roehl Development	Trucking / Hotel & Conference Center	10,768,000	6	0.76%	-		-
Prevention Genetics	Medical Research	9,908,100	7	0.70%	-		-
Carbo Ceramics	Oil / Natural Gas Frac Sand Processing	8,672,200	8	0.61%	-		-
Security Health	Health Insurance	8,046,000	9	0.56%	-		-
Figi's - AFIG	Mail Order Cheese/Sausage/Gift Distributor	8,161,760	10	0.55%	-		-
Masonite (Marshfield Door Systems)	Wood Doors / Molded Products Manufacturer	-		-	9,730,100	8	0.83%
Badger Housing	Apartment Complexes	-		-	13,954,680	3	1.19%
Ken Staab Partnerships	Residential / Commercial Construction	-		-	11,965,970	4	1.02%
Wick Building Systems	Modular Homes, Building Materials	-		-	7,884,700	10	0.67%
Northway Mall Development	Shopping Mall	-		-	9,536,880	9	0.82%
Total		$ 259,600,259		18.20%	$ 203,247,890		17.37%
Total 2015 Assessed Value		$ 1,425,167,100					

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
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	100.0%
2012	13,256,652	13,222,017	99.7%	31,867	13,253,884	100.0%
2013	13,393,800	13,234,469	98.8%	168,185	13,402,654	100.0%
2014	13,663,489	13,431,921	98.3%	232,387	13,664,309	100.0%
2015	13,864,222	13,817,480	99.7%	50,803	13,868,283	100.0%

Source: City of Marshfield Finance Department.

City of Marshfield, Wisconsin
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities		Business-type Activities							
Fiscal Year	General Obligation Notes & Bonds	State Trust Fund Loans	General Obligation Notes & Bonds	State Trust Fund Loans	Mortgage Revenue Bonds	Bond & Note Anticipation Notes	Capital Leases	Total Primary Government	Percentage of Personal Income	Per Capita
2006	24,939,262	155,000	770,965	-	25,965,713	5,475,000	40,725	57,346,665	2.27%	2,953
2007	23,427,718	155,000	752,282	-	24,018,514	3,910,000	-	52,263,514	1.96%	2,702
2008	20,163,892	211,261	731,108	-	23,388,676	37,035,000	-	81,529,937	2.94%	4,191
2009	26,357,556	261,153	707,445	-	26,140,296	37,035,000	-	90,501,450	3.36%	4,662
2010	25,364,432	205,303	2,005,568	-	52,217,449	1,870,000	-	81,662,752	3.06%	4,198
2011	29,110,939	147,749	3,874,062	-	48,589,182	-	-	81,721,932	2.95%	4,275
2012	28,668,110	532,012	3,526,890	-	46,124,517	-	-	78,851,529	2.84%	4,137
2013	30,633,358	1,184,198	3,166,642	20,000	45,403,630	-	-	80,407,828	2.90%	4,222
2014	30,333,178	1,200,594	2,831,822	20,000	46,290,525	2,025,000	-	82,701,119	2.87%	4,320
2015	32,272,406	1,122,907	2,517,594	19,449	46,423,937	2,025,000	-	84,381,293	2.92%	4,398

Notes: (1) Details regarding the city's outstanding debt can be found in the notes to the financial statements.
(2) See Schedule 14 Demographic and Economic Statistics for personal income and population data
(3) Mortgage Revenue Bonds include Clean water fund loan

Sources: Personal Income information from Department of Commerce Bureau of Economic Analysis for Marshfield-WI Rapids, WI Micropolitan SA, web-site address: http://www.bea.gov/regional
These ratios are calculated using personal income and population for the prior calendar year. Personal Income information for 2015 had not been released at the time of preparing this schedule, so the most recent amount was entered.

Schedule 10
City of Marshfield, Wisconsin
Ratios of Net General Obligation Bonded Debt Outstanding
Last Ten Fiscal Years

			General Bonded Debt Outstanding				
Fiscal Year	Population	Assessed Value	General Obligation Bonds	Less Debt Service Fund	Net General Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita
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
2013	19,047	1,393,740,820	35,004,198	392,002	34,612,196	2.48%	1,817
2014	19,144	1,407,705,360	34,385,594	587,864	33,797,730	2.40%	1,765
2015	19,186	1,425,167,100	35,932,356	362,363	35,569,993	2.50%	1,854

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

Schedule 11
City of Marshfield, Wisconsin
Direct and Overlapping Governmental Activities Debt
December 31, 2015

Governmental Unit	Net General Obligation Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Debt repaid with property taxes			
Wood County	$ 15,290,666	26.82%	$ 4,100,957
Marathon County	11,982,598	1.18%	141,395
School District of Marshfield	20,330,000	60.76%	12,352,508
Mid-State Technical College	29,025,000	11.00%	3,192,750
Subtotal, overlapping debt			19,787,610
City net direct debt			35,569,993
Total direct and overlapping debt			$ 55,357,603

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.

Schedule 12

City of Marshfield, Wisconsin
Legal Debt Margin Information,
Last Ten Fiscal Years

Equalized value	$ 1,427,677,300
Debt limit (5% of equalized value)	71,383,865
Debt applicable to limitation:	
General obligation debt	35,932,356
Less: Amount set aside for repayment of general obligation debt	(362,363)
Total net debt applicable to limit	35,569,993
Legal debt margin	$ 35,813,872

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt limit	$62,008,575	$64,137,760	$66,497,950	$66,687,495	$66,637,330	$68,282,335	$68,264,615	$ 67,961,765	$ 70,265,335	$ 71,383,865
Total net debt margin	25,825,721	22,447,262	21,081,432	27,148,418	27,354,589	32,845,064	32,410,876	34,612,196	33,797,730	35,569,993
Legal debt margin	$36,182,854	$41,690,498	$45,416,518	$39,539,077	$39,282,741	$35,437,271	$35,853,739	$ 33,349,569	$ 36,467,605	$ 35,813,872
Total net debt applicable to the limit as a percentage of debt limit	41.65%	35.00%	31.70%	40.71%	41.05%	48.10%	47.48%	50.93%	48.10%	49.83%

Scehdule 13

City of Marshfield, Wisconsin
Pledged-Revenue Coverage
Last Ten Fiscal Years

	Utility Revenue Bonds					
				Debt Service		
Fiscal Year	Utility Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Principal (3)	Interest	Coverage
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	28,945,606	9,343,990	2,012,848	2,470,485	2.08
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
2013	42,814,869	29,964,106	12,850,763	2,822,067	2,089,450	2.62
2014	47,640,878	34,100,581	13,540,297	2,920,502	2,002,664	2.75
2015	44,350,354	30,004,118	14,346,236	3,024,996	2,028,988	2.84

NOTE: Debt related to Emergency Medical Services Enterprise fund (added in 2002) not included in totals as it is not revenue debt.
(1) Total revenues (including interest) per financial statements
(2) Total operating expenses exclusive of depreciation per financial statements
(3) Debt Service does not include principal related to debt refinancing.

Schedule 14

City of Marshfield, Wisconsin
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population	Personal Income	Per Capita Personal Income	Public School Enrollment	Unemployment Rate
2006	19,420	2,529,473	33,906	4,061	5.3%
2007	19,346	2,661,544	35,742	4,057	5.3%
2008	19,454	2,771,471	37,191	4,094	5.4%
2009	19,413	2,694,993	36,113	4,084	8.8%
2010	19,451	2,665,596	35,646	4,053	9.3%
2011	19,118	2,773,005	37,162	4,042	8.3%
2012	19,061	2,781,018	37,402	4,067	7.5%
2013	19,047	2,769,627	37,456	4,073	7.3%
2014	19,144	2,885,582	39,202	4,073	6.1%
2015	19,186	2,885,582	39,202	4,081	5.5%

Sources: Personal Income & Per Capita Personal Income from Department of Commerce Bureau of Economic Analysis for Marshfield - WI Rapids, WI Micropolitan SA, web-site address: http://www.bea.gov
Personal Income and Per Capita Personal information for 2015 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

	2015			2007		
Employer	Employees	Rank	Percentage of Total	Employees	Rank	Percentage of Total
Marshfield Clinic	6,800	1	54.0%	3,609	1	32.8%
Roehl Transport, Inc.	2,370	2	18.8%	2,062	3	18.8%
Saint Joseph's Hospital	1,357	3	10.8%	2,173	2	19.8%
Marshfield Door Systems	460	4	3.6%	710	4	6.5%
A&B Processing Corp	438	6	3.5%	260	10	2.4%
De Boer Transportation, Inc.	350	7	2.8%	655	5	6.0%
Land O' Lakes	332	8	2.6%	470	6	4.3%
Figi's Inc.	300	9	2.4%	300	8	2.7%
Felker Bros. Corp	197	10	1.6%			0.0%
Wick Building Systems				450	7	4.1%
Wisconsin Homes				300	9	2.7%
Total	12,604			10,989		

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

Function / Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Mayor	1.20	1.20	1.20	1.20	1.20	1.00	1.00	1.00	1.00	1.00
Administrator / Human Resources	3.00	3.00	3.00	3.00	3.00	2.50	2.50	2.50	2.50	2.50
Assessor	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.00
Clerk	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Finance / Treasurer	5.30	5.30	5.30	5.30	5.30	5.30	5.30	5.30	6.30	6.30
Information Systems	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00
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	46.00	47.00	47.00	47.00	47.00	48.00	48.00
Dispatch	8.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Fire and Rescue	27.30	27.30	27.30	28.30	28.30	28.30	28.30	28.30	28.30	28.30
Emergency Medical Services	7.70	7.70	7.70	9.70	9.70	9.70	9.70	9.70	9.70	9.70
Building Services and Inspection	6.00	6.00	6.00	6.00	5.00	5.00	5.00	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	5.00	5.00	5.00	6.00	6.00	6.00	6.00	6.00
Street Services	34.00	34.00	31.00	31.00	31.00	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	19.48	19.48	19.48	19.48	19.48	19.48	19.31	19.35	19.35	18.87
Parks and Recreation	11.00	11.00	11.00	11.00	10.00	9.00	9.00	9.00	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	4.00	4.00
Total	201.23	193.23	189.23	193.23	192.23	191.53	191.36	191.40	194.40	193.92

Source: City Administrator's Office.

CITY OF MARSHFIELD, WISCONSIN

OPERATING INDICATORS BY FUNCTION / PROGRAM

Last Ten Fiscal Years

Function / Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Building Services and Inspection										
Building Permits issued	1,119	1,004	927	874	915	819	823	777	728	675
Finance										
Pet licences issued	1,598	1,618	1,500	1,511	1,484	1,354	1,359	1,325	1,325	1,179
W-2 employees	483	446	473	461	465	451	483	456	473	453
Public Safety										
Police										
Number of Arrests / Citations / Warnings	8,768	7,467	7,489	9,685	8,816	8,842	8,181	5,961	4,873	4,281
Fire and Rescue										
Number of call responses	199	214	207	242	238	238	250	199	249	268
Number of inspections conducted	2,355	2,536	2,388	2,463	2,576	3,306	2,499	2,506	2,514	2,504
Emergency Medical Services										
Number of trips	2,282	2,454	2,394	2,379	2,347	2,500	2,493	2,487	2,476	2,655
Public Works										
Wastewater Utility										
Monthly Average Service Connections	8,015	8,112	8,144	8,076	8,038	8,041	8,067	8,073	8,096	8,113
Daily Average Treatment in Gallons	2,570,000	2,966,000	3,241,000	3,050,000	3,412,000	3,398,000	2,695,000	3,126,000	3,064,000	2,978,000
Water Utility										
Service Connections	7,662	7,695	7,747	7,747	7,724	7,727	7,739	7,745	7,757	7,767
Daily Average Consumption in Gallons	1,867,000	1,847,000	1,826,907	1,728,537	1,686,945	1,696,463	1,715,575	1,677,427	1,641,586	1,707,814

CITY OF MARSHFIELD, WISCONSIN

CAPITAL ASSET STATISTICS BY FUNCTION / PROGRAM

Last Ten Fiscal Years

Function / Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Public Safety										
Police										
Number of Stations	1	1	1	1	1	1	1	1	1	1
Number of enforcement units	16	16	16	16	20	20	23	23	23	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
Public Works										
Street Services										
Miles of Streets	138	138	140	140	141	141	141	142	142	143
Number of Street Lights	1,985	1,989	1,994	2,065	2,042	2,042	2,030	2,046	2,046	2,089
Miles of Storms Sewers (1)	75	75	78	79	79	79	79	104	105	104
Wastewater Utility										
Miles of Sanitary Sewer (1)	133	133	133	133	133	133	133	138	138	138
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Maximum daily capacity of treatment plant in gallons	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000	28,000,000
Water Utility										
Miles of Water Mains	141	141	138	139	138	138	137	138	138	138
Number of treatment plants	1	1	1	1	3	3	3	3	3	3
Number of fire hydrants	892	892	910	910	915	918	917	923	928	928
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	4,690,000	4,690,000	4,690,000	4,690,000
Culture, Recreation and Education										
Parks and Recreation										
Community Centers	2	2	2	2	2	2	2	2	2	2
Parks	20	20	20	20	19	19	18	18	18	18
Park acreage	421	421	421	421	393	393	392	392	392	392
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Tennis/raquetball courts										
outdoor tennis	26	26	26	26	26	26	24	24	24	24
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

Notes:

(1) The increase in reported miles of Storm and Sanitary Sewer in 2013 compared to prior years due to improved reporting via use of GIS technology.

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ADDITIONAL INDEPENDENT AUDITORS' REPORT FOR BASIC FINANCIAL STATEMENTS

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CPAs AND SO MUCH MORE.

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 City 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, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City of Marshfield's basic financial statements, and have issued our report thereon which included emphasis of matter paragraphs as indicated on page 12 dated April 22, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Marshfield, Wisconsin'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 of Marshfield, Wisconsin's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Marshfield, Wisconsin'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City'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 of Marshfield, Wisconsin'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 City of Marshfield, Wisconsin'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 City of Marshfield, Wisconsin's internal control and on compliance. Accordingly, this communication is not suitable for any other purpose.

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Certified Public Accountants
Wausau, Wisconsin
April 22, 2016