

CHIPPEWA COUNTY, WISCONSIN

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2018

**CHIPPEWA COUNTY
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YEAR ENDED DECEMBER 31, 2018**

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INDEPENDENT AUDITORS' REPORT

The County Board
Chippewa County, 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 Chippewa County, (the County) as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the County'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 the 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 auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Chippewa County, Wisconsin, as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

Change in Accounting Principle

During the year ended December 31, 2018, the County adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. As a result of the implementation of GASB Statement No. 75, the County reported a restatement for the change in accounting principle (see Note 3.G). Our auditors' opinion was not modified with respect to the restatement.

Other Matters

Required Supplementary Information

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

Supplementary Information

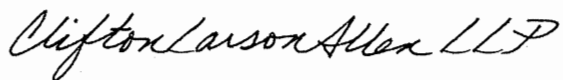
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the County's basic financial statements for the year ended December 31, 2017 which are not presented with the accompanying financial statements. In our report dated July 23, 2018, we expressed unmodified opinions on the respective financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as a whole. The 2017 individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 2017 individual and combining fund statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 22, 2019 on our consideration of County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the County's 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 County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Eau Claire, Wisconsin
July 22, 2019

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

As management of Chippewa County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Chippewa County for the year ended December 31, 2018. We encourage readers to consider the information presented here in conjunction with the County's financial statements, which begin on page 16 following this narrative.

FINANCIAL HIGHLIGHTS

Key financial highlights for the year ended December 31, 2018 include the following:

- The assets and deferred outflows of resources of Chippewa County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$167,676,834 (net position). Of this amount, \$116,454,362 represented the County's investment in capital assets, net of related debt, \$18,473,131 was held for restricted purposes, and \$32,749,341 was unrestricted. The unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.
- During the fiscal year, the County's total net position increased by \$1,335,152. Net position related to the governmental activities of the County increased \$1,264,221 and net position related to business-type activities increased \$70,931.
- At the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$41,279,315, an increase of \$7,590,568 over the previous year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$10,743,090 or 33.5% of total general fund expenditures.
- The County's outstanding general obligation debt increased by \$4,590,000 during the current fiscal year.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-Wide Financial Statements

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

The Statement of Net Position presents information on all of Chippewa County's assets and deferred outflows, less liabilities and deferred inflows, 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 County is improving or deteriorating.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal 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., uncollected taxes and earned but unused vacation leave.)

Both of the government-wide financial statements distinguish functions of Chippewa County 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 County 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 County consist of a land development operation relating to the former County farm.

The government-wide financial statements can be found beginning on page 16 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. Chippewa County, 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 County 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 a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, 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 government'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.

Chippewa County maintains fourteen 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, the human services special revenue fund, the CDBG grant fund, the county sales tax fund, the WRRWC special revenue fund, and the debt service fund, all of which are considered to be major funds. Data from the other eight 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.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

Proprietary Funds. Chippewa County maintains two 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 County uses an enterprise fund to account for transactions relating to the development of its farm property. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. Chippewa County uses internal service funds to account for its highway department operations, self-funded workers compensation, self-funded liability insurance, and Section 125 flexible benefits plan. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information relating to the farm land development, which is considered a major fund. Conversely, the four internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found beginning on page 22 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 statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Data from fiduciary funds are combined into a single aggregate presentation. Individual fund data for each fiduciary fund is provided in the form of combining statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on page 26 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 27 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the general fund and major special revenue fund budgets, and pension and OPEB schedules. Required supplementary information can be found beginning on page 65 of this report. The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found beginning on page 75 of this report.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Chippewa County, assets and deferred outflows exceeded liabilities and deferred inflows by \$167,676,834 at the close of the most recent fiscal year. The largest portion of Chippewa County's net position (69.5%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's 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. The following is a summary of the County's statement of net position:

**Condensed Statement of Net Position
December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Current and Other Assets	\$ 88,420,959	\$ 75,706,939	\$ 4,269,425	\$ 3,901,361	\$ 92,690,384	\$ 79,608,300
Capital Assets	120,455,350	120,300,848	22,653	22,653	120,478,003	120,323,501
Internal Balances	295,901	-	(295,901)	-	-	-
Total Assets	209,172,210	196,007,787	3,996,177	3,924,014	213,168,387	199,931,801
Deferred Outflows of Resources	7,466,041	8,482,532	-	-	7,466,041	8,482,532
Long-Term Debt	10,285,000	5,695,000	-	-	10,285,000	5,695,000
Other Long-Term Obligations	2,363,622	2,749,833	-	-	2,363,622	2,749,833
Other Liabilities	13,318,348	9,855,061	5,821	4,589	13,324,169	9,859,650
Total Liabilities	25,966,970	18,299,894	5,821	4,589	25,972,791	18,304,483
Deferred Inflows of Resources	26,984,803	22,200,577	-	-	26,984,803	22,200,577
Net Position:						
Net Investment in Capital Assets	116,431,709	114,855,013	22,653	22,653	116,454,362	114,877,666
Restricted	18,473,131	7,546,887	-	-	18,473,131	7,546,887
Unrestricted	28,781,638	41,587,948	3,967,703	3,896,772	32,749,341	45,484,720
Total Net Position	\$ 163,686,478	\$ 163,989,848	\$ 3,990,356	\$ 3,919,425	\$ 167,676,834	\$ 167,909,273

An additional portion of Chippewa County's net position (11.0%) represents resources that are subject to other restrictions on how they may be used. The remaining \$32,749,341 of total net position (19.5%) may be used to meet the County's ongoing obligations to citizens and creditors. It is important to note that \$3,967,703 of this unrestricted net position is related to the County's business-type activities. Consequently, they generally may not be used to fund governmental activities.

At the end of 2018, Chippewa County is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The County's net position increased by \$1,335,152 during the current fiscal year. The increase consisted of an increase in net position related to governmental activities in the amount of \$1,264,221 and an increase in net position related to business-type activities in the amount of \$70,931.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

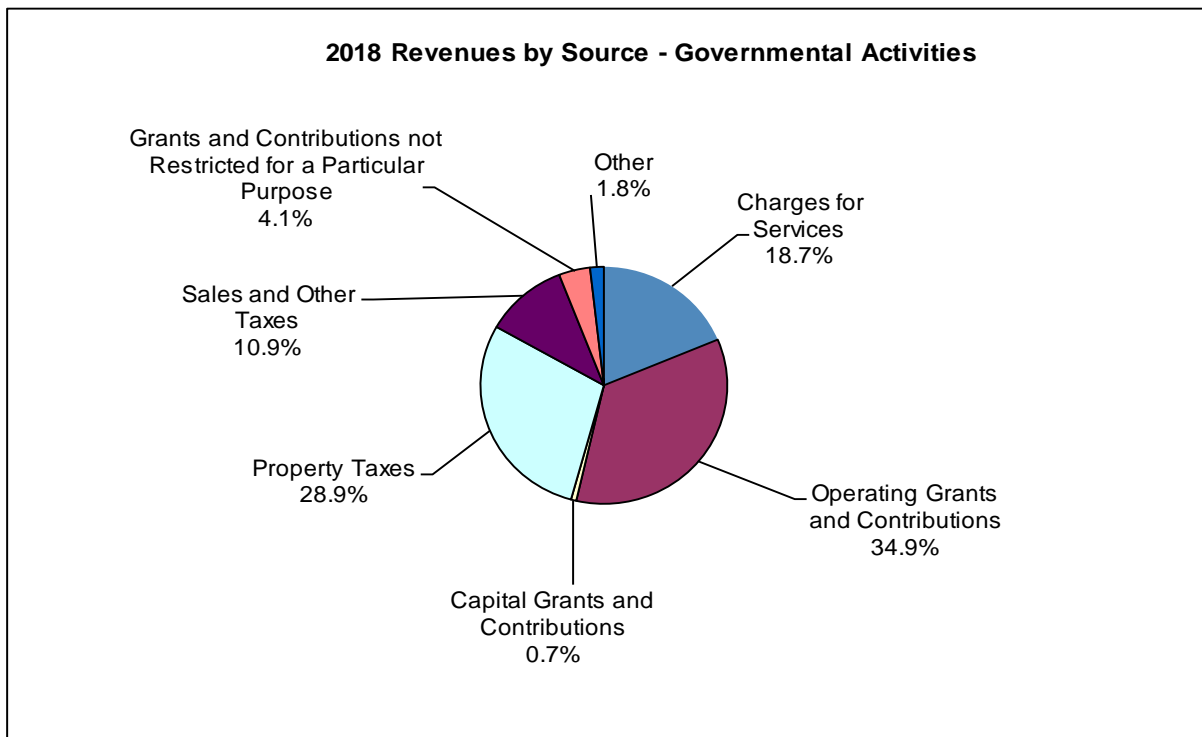
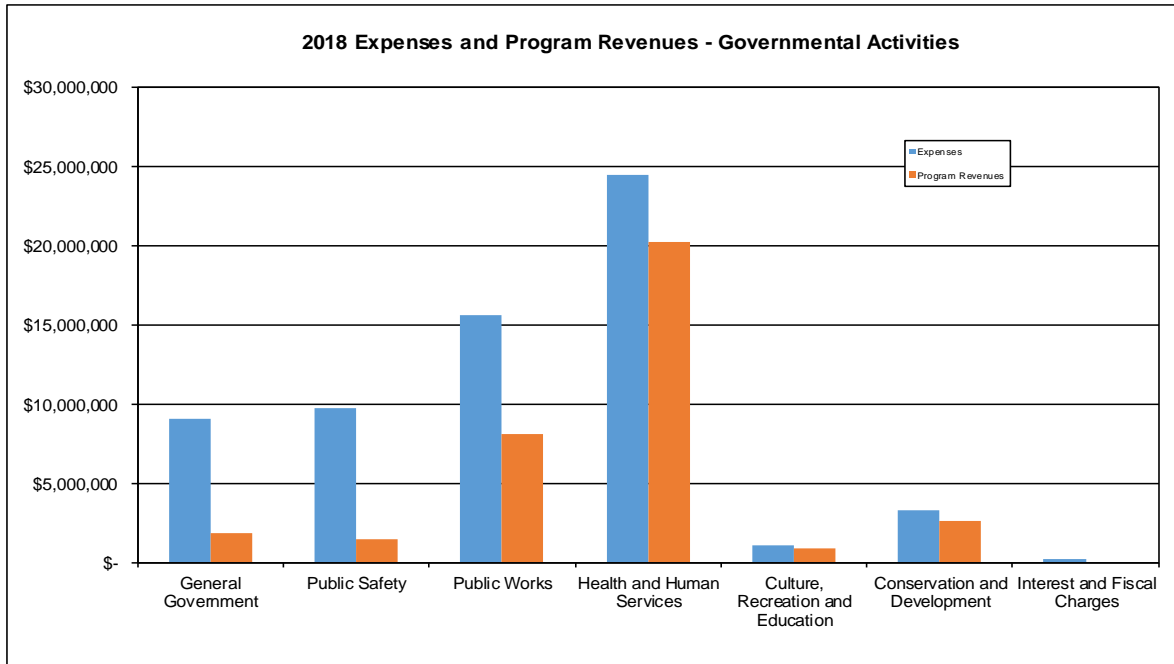
The following is a summary of the changes in the County's net position for the years ended December 31, 2018 and 2017:

**Condensed Statement of Changes in Net Position
Years Ended December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program Revenues:						
Charges for Services	\$ 12,108,132	\$ 12,975,464	\$ 152,845	\$ 1,932,435	\$ 12,260,977	\$ 14,907,899
Operating Grants and Contributions	22,546,675	16,172,520	32,577	110,533	22,579,252	16,283,053
Capital Grants and Contributions	425,896	8,598	-	-	425,896	8,598
General Revenues:						
Property Taxes	18,728,228	18,103,129	-	-	18,728,228	18,103,129
Sales/Other Taxes	7,071,650	6,399,760	-	-	7,071,650	6,399,760
State and Federal Aids Not Restricted to Specific Programs	2,662,795	2,611,727	-	-	2,662,795	2,611,727
Other	1,170,506	1,794,748	26	5,191	1,170,532	1,799,939
Total Revenues	64,713,882	58,065,946	185,448	2,048,159	64,899,330	60,114,105
Expenses:						
General Government	9,087,985	8,820,761	-	-	9,087,985	8,820,761
Public Safety	9,741,579	8,972,578	-	-	9,741,579	8,972,578
Public Works	15,650,391	11,243,189	-	-	15,650,391	11,243,189
Health and Human Services	24,489,411	20,262,541	-	-	24,489,411	20,262,541
Culture, Recreation and Education	1,043,084	1,213,425	-	-	1,043,084	1,213,425
Conservation and Development	3,264,887	3,022,063	-	-	3,264,887	3,022,063
Interest and Fiscal Charges	172,324	125,990	-	-	172,324	125,990
Farm Land Development	-	-	114,517	728,112	114,517	728,112
Total Expenses	63,449,661	53,660,547	114,517	728,112	63,564,178	54,388,659
Transfers	-	(49,000)	-	49,000	-	-
Change in Net Position	1,264,221	4,356,399	70,931	1,369,047	1,335,152	5,725,446
Net Position - Beginning of Year	163,989,848	159,633,449	3,919,425	2,550,378	167,909,273	162,183,827
Change in Accounting Principle	(1,567,591)	-	-	-	(1,567,591)	-
Net Position - End of Year	<u>\$ 163,686,478</u>	<u>\$ 163,989,848</u>	<u>\$ 3,990,356</u>	<u>\$ 3,919,425</u>	<u>\$ 167,676,834</u>	<u>\$ 167,909,273</u>

A review of the statement of activities can provide a concise picture of how the various functions/programs of Chippewa County are funded. The following charts draw data from the statement of activities. For governmental activities the County's main services for funding governmental services are property taxes (28.9%), operating grants/contributions (34.9%), and charges for services (18.7%).

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**



**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS

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

Governmental Funds

The focus of the County's governmental funds is to provide information regarding near-term inflows, outflows and balances of spendable resources. Such information can be useful in assessing Chippewa County's financing requirements. In particular, the level of unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2018, the County's governmental funds reported combined ending fund balances of \$41,279,315, an increase of \$7,590,568 over the previous year. The governmental funds comprising this balance are shown below:

	Fund Balances at: December 31, 2018					Total	Current Year Change
	Nonspendable	Restricted	Committed	Assigned	Unassigned		
Major Funds:							
General Fund	\$ 957,718	\$ -	\$ -	\$ 12,508,952	\$ 10,743,090	\$ 24,209,760	\$ 1,143,529
Human Services Fund	-	-	482,684	-	-	482,684	(517,316)
CDBG Grant Fund	-	239,412	-	-	-	239,412	13,700
County Sales Tax Fund	-	-	7,727,953	-	-	7,727,953	447,473
WRRWC Fund	-	-	-	-	-	-	-
Debt Service Fund	-	402,474	619,510	-	-	1,021,984	403,655
Nonmajor Funds:							
Special Revenue Funds	-	261,903	1,301,445	-	-	1,563,348	65,353
Capital Projects Funds	-	6,034,174	-	-	-	6,034,174	6,034,174
	<u>\$ 957,718</u>	<u>\$ 6,937,963</u>	<u>\$ 10,131,592</u>	<u>\$ 12,508,952</u>	<u>\$ 10,743,090</u>	<u>\$ 41,279,315</u>	<u>\$ 7,590,568</u>

Restricted fund balance represents amounts available for appropriation but intended for a specific purpose, and legally restricted by outside parties. Committed fund balance represents constraints on spending that the governmental imposes upon itself by high-level action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the board. Unassigned fund balance is the residual classification for the County's general fund and included all spendable amounts not contained in the other classifications.

The general fund is the primary operating fund used to account for the governmental operations of Chippewa County. As a measure of the general fund's liquidity, it may be useful to compare both total fund balance and unassigned fund balance to measures of operating volume such as fund expenditures or fund revenues. The total year-end general fund balance represented 75.5% of total general fund expenditures reported on the statement of revenues, expenditures and changes in fund balances while the unassigned balance represented 33.5% of the same amount.

The general fund's total fund balance increased \$1,143,529 during the year; while the unassigned portion of the fund increased \$353,915. The primary factor in the increase in fund balance was unexpended continuing appropriations.

The County's human services fund decreased \$517,316 during the year and had a balance of \$482,684 at year-end. This balance was committed by the County for financing future human services program expenditures.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

The CDBG grant fund balance increased \$13,700 during the year and had a balance of \$239,412 at year-end. This balance, together with the outstanding receivables totaling \$7,646,743 at that date, are restricted for financing future housing rehabilitation loans in accordance with the original grant agreements.

The County sales tax fund balance increased \$447,473 during the year and had a balance of \$7,727,953 at year-end. The increase was due to sales tax revenues exceeding budgeted transfers to other funds for debt retirement and capital improvement projects.

The WRRWC fund had no change and ended the year with zero fund balance. This fund is used for the activities of a nine county consortium. The fund balance, if any, is committed for the activities of the consortium.

The debt service fund balance increased \$403,655 during the year and had a balance of \$1,021,984 at year-end. This balance is restricted or committed for financing future principal and interest requirements on outstanding debt issues.

The aggregated other governmental funds include various special revenue funds and capital projects funds. The accumulated fund balances of these funds increased \$6,099,527 during 2018. These funds are individually detailed in the supplementary information section of this report.

Proprietary Funds

Chippewa County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. As shown below, the net position of the enterprise fund type proprietary funds at the end of 2018 totaled \$3,990,356.

**Condensed Statement of Changes in Net Position for Enterprise Funds
Years Ended December 31, 2018 and 2017**

	Farm Land Development	
	2018	2017
Operating Revenues	\$ 152,871	\$ 1,932,435
Operating Expenses	60,055	507,171
Operating Income (Loss)	92,816	1,425,264
Nonoperating Revenues	(21,885)	(105,217)
Income (Loss) Before Transfers	70,931	1,320,047
Transfers	-	49,000
CHANGES IN NET POSTION	70,931	1,369,047
Net Position - Beginning of Year	3,919,425	2,550,378
NET POSITION - END OF YEAR	\$ 3,990,356	\$ 3,919,425

As of December 31, 2018, the County's farm land development fund reported net position of \$3,990,356, an increase of \$70,931 from the previous year. Of the net position balance, \$22,653 consisted of the amount invested in capital assets net of related debt (exclusive of capital assets held for resale). During 1995 the County discontinued operations of its county farm and subsequently disposed of all the non-land farm capital assets. Proceeds from the disposition of the assets and the remaining fund equity of the farm enterprise fund were used to establish the farm land development fund.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

The County had four internal service funds during 2018. Net position of the funds at year-end and changes thereto during the year were as follows:

<u>Fund</u>	Net Position at Year End				Change During Year
	Total	Net Investment in Capital Assets	Restricted	Unrestricted	
Highway Department	\$ 15,727,151	\$ 11,270,357	\$ 787,237	\$ 3,669,557	\$ (482,286)
Self-Funded Insurance Funds:					
Workers Compensation	1,000,000	-	-	1,000,000	(305,436)
Liability Insurance	368,847	-	-	368,847	54,594
Flexible Benefits	82,817	-	-	82,817	1,691
Totals	<u>\$ 17,178,815</u>	<u>\$ 11,270,357</u>	<u>\$ 787,237</u>	<u>\$ 5,121,221</u>	<u>\$ (731,437)</u>

The County uses the highway department fund to account for road maintenance and construction and related services provided to the County and to the State of Wisconsin and local governmental units. Annual appropriations for services for the County and related state and federal aids received are initially recorded in the general fund and paid to the highway fund.

The self-funded insurance funds shown above are further discussed in Note 3.E.

GENERAL FUND BUDGETARY HIGHLIGHTS

As shown in the Budgetary Comparison Schedule for the general fund (in required supplementary information), the final 2018 general fund budget was different than the original budget adopted by the County Board, primarily due to the appropriation of unbudgeted grant funds and their inclusion of continuing appropriations from 2017 not included in the original budget. Although the final budget reflects a decrease in the general fund balance during 2018, the County ended the year with a positive budget variance for expenditures primarily due to unexpended continuing appropriations.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of December 31, 2018 and 2017 was \$120,478,003 and \$120,323,501, respectively, (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, vehicles, and highway infrastructure. The net increase in the governmental activities capital assets was \$154,502.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

**Capital Assets (Net of Accumulated Depreciation)
December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals	
	2018	2017	2018	2017	2018	2017
Land and Land Rights	\$ 5,074,905	\$ 5,074,007	\$ 22,653	\$ 22,653	\$ 5,097,558	\$ 5,096,660
Construction Work in Progress	3,352,431	3,654,540	-	-	3,352,431	3,654,540
Gravel Pits and Quarries	98,272	86,318	-	-	98,272	86,318
Land Improvements	4,643,691	3,921,691	-	-	4,643,691	3,921,691
Buildings and Improvements	16,057,010	16,704,268	-	-	16,057,010	16,704,268
Equipment and Vehicles	10,020,771	9,189,948	-	-	10,020,771	9,189,948
Highway Infrastructure	81,208,270	81,670,076	-	-	81,208,270	81,670,076
Total	<u>\$ 120,455,350</u>	<u>\$ 120,300,848</u>	<u>\$ 22,653</u>	<u>\$ 22,653</u>	<u>\$ 120,478,003</u>	<u>\$ 120,323,501</u>

Additional information related to the County's capital assets is reported in Note 2.C following the financial statements.

Long-Term Obligations

At December 31, 2018, Chippewa County had outstanding \$13,123,168 of long-term debt and other long-term liabilities. A summary detail of this amount, together with the percent change from the previous year, is shown below:

**Outstanding Long-Term Obligations
December 31, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Totals Outstanding		% Change
	2018	2017	2018	2017	2018	2017	
General Obligation Debt:							
Bonds	\$ 835,000	\$ 1,645,000	\$ -	\$ -	\$ 835,000	\$ 1,645,000	-49.2%
Notes	9,450,000	4,050,000	-	-	9,450,000	4,050,000	133.3
Subtotal	10,285,000	5,695,000	-	-	10,285,000	5,695,000	80.6
Other Long-Term Obligations:							
Bond Premiums	474,546	65,675	-	-	474,546	65,675	622.6
Estimated Employee Leave	2,363,622	2,133,978	-	-	2,363,622	2,133,978	10.8
Total	<u>\$ 13,123,168</u>	<u>\$ 7,894,653</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,123,168</u>	<u>\$ 7,894,653</u>	66.2

Under Wisconsin State Statutes, the outstanding general obligation long-term debt of a county may not exceed 5% of the equalized property value of all taxable property within the jurisdiction. The applicable debt of Chippewa County outstanding at December 31, 2018 totaled \$10,285,000, approximately 3.7% of the maximum legal limit of \$277,893,690. Additional information on Chippewa County's long-term debt is reported in Note 2.E following the financial statements.

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

CURRENTLY KNOWN FACTS

Tax Levies, Rates and Collections

In November of each year, the County Board adopts an annual budget for the ensuing calendar year. At that time levies on real estate and personal property for county taxes are set which, when collected in the ensuing year, will be sufficient to cover budgeted operating expenses, debt service, contingency fund and other expenditures of the County. Taxes on real estate and personal property become due on January 1 of each year and become delinquent after the first day of February of each year. A taxpayer may elect, as is his right, to pay his annual real estate property taxes in two installments. The first installment becomes delinquent after January 31, and the last installment becomes delinquent after July 31 of each year. Special assessment taxes must be paid in full by January 31 of each year.

Set forth below are tax levies for County purposes and the tax rate per \$1,000 equalized valuation on all taxable property in the County for collection years 2015-2019:

Levy Year	Collection Year	County Tax Rate	County Levy	Uncollected Taxes as of December 31	Percent of County Levy Collected
2018	2019	3.64 %	\$ 19,136,194	--In Process of Collection--	
2017	2018	3.69	18,728,228	843,862	95.49 %
2016	2017	3.68	18,103,129	1,073,493	94.07
2015	2016	3.69	17,514,446	1,136,629	93.51
2014	2015	3.77	17,213,226	1,227,108	92.80

Equalized Valuations

All equalized valuations of property in the State of Wisconsin are determined by the State of Wisconsin, Department of Revenue, Supervisor of Assessments Office. Equalized valuations are the State's estimate of full market value. The State determines assessed valuations of all manufacturing property in the State. Assessed valuations of residential and commercial property are determined by local assessors.

Set forth in the table below are equalized valuations of property located within the County for the years 2014 through 2018. The County's Equalized Valuation outside of Tax Incentive Districts (TID) and once TID valuations are included have both increased the last four years.

<u>Year Ending December 31,</u>	Equalized Valuation (TID-IN)	Equalized Valuation (TID-OUT)
2018	\$ 5,557,873,800	\$ 5,251,453,300
2017	5,328,054,600	5,078,001,200
2016	5,147,835,300	4,912,661,000
2015	4,971,654,200	4,742,695,200
2014	4,776,638,200	4,567,918,100

**CHIPPEWA COUNTY WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2018**

Economic Factors and Next Year's Budget and Rates

The overall tax rate for the 2019 budget year decreased from a rate of \$3.69/\$1000 of assessed value to a rate of \$3.64/\$1000, an overall decrease of 1.36%. The resultant overall tax levy increased from a dollar amount of \$18,728,228 to \$19,136,194 - an overall increase of 2.18%.

Chippewa County has implemented and receives a 0.5% County wide sales tax on an annual basis. Sales tax revenues received in one year are utilized in the following budget year. During 2018, a total of \$5,601,229 was transferred from the sales tax fund as follows:

Property Tax Credit	\$ 1,439,805
Debt Service Fund	1,544,000
Airport Debt Contribution	130,271
Courthouse Painting	100,000
Highways and Bridges	1,300,000
Park Master Plan Pine Point Bathroom/Shower	100,000
Government Campus Flooring	50,000
HVAC-Pneumatic Controls	100,000
Computer Pool	215,000
RMS/CAD/Jail Spillman Software	87,153
Radio System Replacement/Fiber Installation	300,000
Jail Kitchen Dish Machine	50,000
Vehicle Fleet Pool Purchases	185,000
Total	<u>\$ 5,601,229</u>

The sales tax fund generated \$6,048,279 in sales tax revenues and interest earnings during 2018. In the budget year of 2019 the County approved the use of sales tax dollars as follows:

Property Tax Credit	\$ 1,470,041
Debt Service Fund	1,545,800
Airport Debt Contribution	130,271
Highway Construction	1,300,000
HVAC-Pneumatic Controls	100,000
Radio System Replacement/Fiber Installation	300,000
Computer Pool	215,000
Election Equipment	400,000
Cooling Tower	200,000
EMD Priority Dispatch Software	100,000
Vehicle Fleet Pool Purchases	175,000
Total	<u>\$ 5,936,112</u>

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Chippewa County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chippewa County Finance Director, 711 North Bridge Street, Chippewa Falls, Wisconsin, 54729.

**CHIPPEWA COUNTY WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2018**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 40,695,041	\$ -	\$ 40,695,041
Departmental Cash and Investments	39,739	-	39,739
Cash and Investments Held by Fiscal Agent	561,635	-	561,635
Investment in Wisconsin Municipal Insurance Company	750,327	-	750,327
Taxes Receivable	20,019,545	-	20,019,545
Accounts Receivable	1,600,144	-	1,600,144
Due from Other Governments	10,029,093	-	10,029,093
Due from Fiduciary Funds	70,556	-	70,556
Long-Term Receivables	7,877,268	-	7,877,268
Inventory and Prepaid Items	2,811,398	-	2,811,398
Internal Balances	295,901	(295,901)	-
Restricted Assets:			
Wisconsin Retirement System Net Pension Asset	3,966,213	-	3,966,213
Noncurrent Assets:			
Notes Receivable	-	2,414,781	2,414,781
Property Held for Resale	-	1,854,644	1,854,644
Capital Assets:			
Capital Assets Not Being Depreciated	8,427,336	22,653	8,449,989
Capital Assets Being Depreciated	214,372,849	-	214,372,849
Accumulated Depreciation	(102,344,835)	-	(102,344,835)
Total Assets	209,172,210	3,996,177	213,168,387
DEFERRED OUTFLOWS OF RESOURCES			
Wisconsin Retirement System Pension Related	7,264,470	-	7,264,470
Other Postemployment Benefits Related	81,610	-	81,610
State Life Insurance Postemployment Benefits Related	119,961	-	119,961
Total Deferred Outflows of Resources	7,466,041	-	7,466,041
LIABILITIES			
Vouchers and Accounts Payable	4,778,321	1,232	4,779,553
Accrued Payables	1,967,119	-	1,967,119
Accrued Interest Payable	101,027	-	101,027
Payroll Taxes and Withholdings	638,007	-	638,007
Due to Other Governments	1,655,696	-	1,655,696
Unearned Revenues	1,124,227	-	1,124,227
Special Deposits	32,530	4,589	37,119
Long-Term Liabilities:			
Total Other Postemployment Benefits Liability	1,499,673	-	1,499,673
State Life Insurance Net Postemployment Benefits Liability	1,047,202	-	1,047,202
Amounts Due Within One Year	3,734,962	-	3,734,962
Amounts Due in More Than One Year	9,388,206	-	9,388,206
Total Liabilities	25,966,970	5,821	25,972,791
DEFERRED INFLOWS OF RESOURCES			
Subsequent Year's Property Taxes	19,136,194	-	19,136,194
Wisconsin Retirement System Pension Related	7,809,366	-	7,809,366
State Life Insurance Postemployment Benefits Related	39,243	-	39,243
Total Deferred Inflows of Resources	26,984,803	-	26,984,803
NET POSITION			
Net Investment in Capital Assets	116,431,709	22,653	116,454,362
Restricted for:			
Debt Service	324,686	-	324,686
Housing/Business Loan Programs	7,886,155	-	7,886,155
Capital Projects	6,034,174	-	6,034,174
Pension Plan	3,966,213	-	3,966,213
Other	261,903	-	261,903
Unrestricted	28,781,638	3,967,703	32,749,341
Total Net Position	\$ 163,686,478	\$ 3,990,356	\$ 167,676,834

See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 9,087,985	\$ 1,205,445	\$ 632,174	\$ -	\$ (7,250,366)	\$ -	\$ (7,250,366)
Public Safety	9,741,579	1,267,864	206,823	-	(8,266,892)	-	(8,266,892)
Public Works	15,650,391	5,831,440	1,794,366	425,896	(7,598,689)	-	(7,598,689)
Health and Human Services	24,489,411	2,584,486	17,648,572	-	(4,256,353)	-	(4,256,353)
Culture, Recreation and Education	1,043,084	201,280	633,215	-	(208,589)	-	(208,589)
Conservation and Development	3,264,887	1,017,617	1,631,525	-	(615,745)	-	(615,745)
Interest and Fiscal Charges	172,324	-	-	-	(172,324)	-	(172,324)
Total Governmental Activities	63,449,661	12,108,132	22,546,675	425,896	(28,368,958)	-	(28,368,958)
Business-Type Activities							
Farm Land Development	114,517	152,845	32,577	-	-	70,905	70,905
Total Primary Government	<u>\$ 63,564,178</u>	<u>\$ 12,260,977</u>	<u>\$ 22,579,252</u>	<u>\$ 425,896</u>	(28,368,958)	70,905	(28,298,053)
GENERAL REVENUES							
Taxes:							
Property Taxes, Levied for General Purposes					18,728,228	-	18,728,228
County Sales Taxes					5,981,741	-	5,981,741
Other Taxes					1,089,909	-	1,089,909
State and Federal Aids not Restricted to Specific Function					2,662,795	-	2,662,795
Interest and Investment Earnings					799,025	-	799,025
Miscellaneous					371,481	26	371,507
Total General Revenues					<u>29,633,179</u>	<u>26</u>	<u>29,633,205</u>
CHANGE IN NET POSITION					1,264,221	70,931	1,335,152
Net Position - Beginning of Year					163,989,848	3,919,425	167,909,273
Change in Accounting Principle					(1,567,591)	-	(1,567,591)
Net Position - Beginning of Year, Restated					<u>162,422,257</u>	<u>3,919,425</u>	<u>166,341,682</u>
NET POSITION - END OF YEAR					<u>\$ 163,686,478</u>	<u>\$ 3,990,356</u>	<u>\$ 167,676,834</u>

See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
BALANCE SHEET –
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2018**

	General Fund	Human Services Fund	CDBG Grant Fund	County Sales Tax Fund	WRRWC Fund	Debt Service Fund	Other Governmental Funds	Totals
ASSETS								
Treasurer's Cash and Investments	\$ 21,498,708	\$ 192,734	\$ -	\$ 6,689,057	\$ -	\$ 1,021,984	\$ 7,339,520	\$ 36,742,003
Departmental Cash and Investments	2,416	32,530	-	-	-	-	4,693	39,639
Cash and Investments Held by Fiscal Agent	-	-	327,444	-	-	-	-	327,444
Taxes Receivable	17,468,319	2,075,399	-	-	145,949	-	329,878	20,019,545
Accounts Receivable	312,494	7,472	-	1,038,896	-	-	78,390	1,437,252
Due from Other Governmental Units	721,792	789,922	151,092	-	6,408,606	-	356,390	8,427,802
Due from Other Funds	3,196,949	-	-	-	-	-	-	3,196,949
Due from Fiduciary Funds	62,211	-	-	-	3,971	-	4,374	70,556
Prepaid Items	74,367	11,983	-	-	-	-	-	86,350
Long-Term Receivables	-	-	7,646,743	-	-	-	230,525	7,877,268
Total Assets	<u>\$ 43,337,256</u>	<u>\$ 3,110,040</u>	<u>\$ 8,125,279</u>	<u>\$ 7,727,953</u>	<u>\$ 6,558,526</u>	<u>\$ 1,021,984</u>	<u>\$ 8,343,770</u>	<u>\$ 78,224,808</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Vouchers and Accounts Payable	\$ 1,018,929	\$ 503,953	\$ 189,124	\$ -	\$ 2,729,270	\$ -	\$ 110,877	\$ 4,552,153
Payroll Deductions	638,007	-	-	-	-	-	-	638,007
Due to Other Governmental Units	817,181	-	20,000	-	812,259	-	6,256	1,655,696
Due to Other Funds	-	-	30,000	-	2,871,048	-	-	2,901,048
Unearned Revenues	68,411	15,474	-	-	-	-	68,712	152,597
Client and Patient Trust Funds	-	32,530	-	-	-	-	-	32,530
Total Liabilities	<u>2,542,528</u>	<u>551,957</u>	<u>239,124</u>	<u>-</u>	<u>6,412,577</u>	<u>-</u>	<u>185,845</u>	<u>9,932,031</u>
DEFERRED INFLOWS OF RESOURCES								
Subsequent Year's Property Taxes	16,584,968	2,075,399	-	-	145,949	-	329,878	19,136,194
Unavailable Revenue - Long-Term Receivables	-	-	7,646,743	-	-	-	230,525	7,877,268
Total Deferred Inflows of Resources	<u>16,584,968</u>	<u>2,075,399</u>	<u>7,646,743</u>	<u>-</u>	<u>145,949</u>	<u>-</u>	<u>560,403</u>	<u>27,013,462</u>
FUND BALANCES								
Nonspendable	957,718	-	-	-	-	-	-	957,718
Restricted	-	-	239,412	-	-	402,474	6,296,077	6,937,963
Committed	-	482,684	-	7,727,953	-	619,510	1,301,445	10,131,592
Assigned	12,508,952	-	-	-	-	-	-	12,508,952
Unassigned	10,743,090	-	-	-	-	-	-	10,743,090
Total Fund Balances	<u>24,209,760</u>	<u>482,684</u>	<u>239,412</u>	<u>7,727,953</u>	<u>-</u>	<u>1,021,984</u>	<u>7,597,522</u>	<u>41,279,315</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 43,337,256</u>	<u>\$ 3,110,040</u>	<u>\$ 8,125,279</u>	<u>\$ 7,727,953</u>	<u>\$ 6,558,526</u>	<u>\$ 1,021,984</u>	<u>\$ 8,343,770</u>	<u>\$ 78,224,808</u>

See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
YEAR ENDED DECEMBER 31, 2018**

Total Fund Balances - Governmental Funds \$ 41,279,315

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	\$	4,100,926	
Land Improvements		8,253,854	
Buildings		28,724,686	
Machinery/Equipment		6,877,457	
Vehicles		253,331	
Infrastructure		140,845,177	
Construction Work in Progress		3,352,431	
Accumulated Depreciation		<u>(83,222,869)</u>	109,184,993

Some receivables are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 7,877,268

Net Wisconsin Retirement System pension plan asset (liability) and related deferred outflows and inflows are not reported in the funds. These amounts are:

Net Pension Asset (Liability)	3,178,976		
Deferred Outflows of Resources	5,822,576		
Deferred Inflows of Resources	<u>(6,259,318)</u>		2,742,234

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:

Bonds Payable	(835,000)		
Notes Payable	(9,450,000)		
Accrued Interest Payable	(101,027)		
Vacation, Compensatory and Sick Leave Liability	(1,870,138)		
Total Other Postemployment Benefits Liability	(1,152,625)		
OPEB Related Deferred Outflows of Resources	62,724		
State Life Insurance Net Other Postemployment Benefits Liability	(818,635)		
State Life Insurance OPEB Related Deferred Outflows of Resources	93,778		
State Life Insurance OPEB Related Deferred Inflows of Resources	<u>(30,678)</u>		(14,101,601)

Debt discounts and premiums are amortized in the statement of net position over the lives of the related debt. In the governmental funds these costs are considered expenditures/other financing uses when incurred.

Unamortized Debt Premiums			(474,546)
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The highway department internal service fund is used by County's management to account for services provided the County and other governmental units. The assets and liabilities of the highway department internal service fund are reported in governmental activities. 15,727,151

Other internal service funds are used by County management to charge the costs of various self-funded insurance programs to departments/expenditure functions. The assets and liabilities of the self-funded insurance programs are also reported in governmental activities. 1,451,664

Net Position of Governmental Activities \$ 163,686,478

See accompanying Notes to Financial Statements.

CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2018

	General Fund	Human Services Fund	CDBG Grant Fund	County Sales Tax Fund	WRRWC Fund	Debt Service Fund	Other Governmental Funds	Totals
REVENUES								
Taxes	\$ 17,296,353	\$ 1,958,822	\$ -	\$ 5,981,741	\$ 200,038	\$ -	\$ 362,924	\$ 25,799,878
Intergovernmental	7,426,015	3,873,734	1,142,864	-	10,897,642	-	2,206,031	25,546,286
Licenses and Permits	640,186	-	-	-	-	-	213,266	853,452
Fines and Forfeits	184,990	-	-	-	-	-	61,438	246,428
Public Charges for Services	3,513,318	242,510	-	-	502,266	-	363,113	4,621,207
Intergovernmental Charges for Services	377,546	-	-	-	437,829	-	-	815,375
Miscellaneous:								
Investment Income	603,479	-	6,065	66,538	-	2,008	39,754	717,844
Increase (Decrease) in Fair Value of Investments	32,186	-	-	-	-	-	-	32,186
Rent	26,063	-	-	-	-	-	-	26,063
Sale of Property	322	-	-	-	-	-	-	322
Other	374,756	-	372,508	-	-	-	149,599	896,863
Total Revenues	30,475,214	6,075,066	1,521,437	6,048,279	12,037,775	2,008	3,396,125	59,555,904
EXPENDITURES								
General Government	8,577,374	-	-	-	-	-	-	8,577,374
Public Safety	9,359,538	-	-	-	-	-	50,118	9,409,656
Public Works	7,271,238	-	-	-	-	-	-	7,271,238
Health and Human Services	2,542,002	6,735,501	-	-	11,894,656	-	3,077,343	24,249,502
Culture, Recreation and Education	1,649,024	-	-	-	-	-	-	1,649,024
Conservation and Development	2,658,835	-	1,507,737	-	-	-	22,240	4,188,812
Debt Service:								
Principal Retirement	-	-	-	-	-	1,395,000	-	1,395,000
Interest and Fiscal Charges	-	-	-	-	-	163,674	-	163,674
Debt Issuance Costs	-	-	-	-	-	32,776	-	32,776
Total Expenditures	32,058,011	6,735,501	1,507,737	-	11,894,656	1,591,450	3,149,701	56,937,056
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,582,797)	(660,435)	13,700	6,048,279	143,119	(1,589,442)	246,424	2,618,848
OTHER FINANCING SOURCES (USES)								
Long-Term Debt Issued	-	-	-	-	-	2,135,000	6,000,000	8,135,000
Premium on Debt	-	-	-	-	-	464,097	-	464,097
Transfers In	3,250,718	143,119	-	-	-	1,544,000	-	4,937,837
Transfers Out	(524,392)	-	-	(5,600,806)	(143,119)	-	(146,897)	(6,415,214)
Principal Payments on Refinanced Debt	-	-	-	-	-	(2,150,000)	-	(2,150,000)
Total Other Financing Sources (Uses)	2,726,326	143,119	-	(5,600,806)	(143,119)	1,993,097	5,853,103	4,971,720
NET CHANGE IN FUND BALANCES	1,143,529	(517,316)	13,700	447,473	-	403,655	6,099,527	7,590,568
Fund Balances - Beginning of Year	23,066,231	1,000,000	225,712	7,280,480	-	618,329	1,497,995	33,688,747
FUND BALANCES - END OF YEAR	<u>\$ 24,209,760</u>	<u>\$ 482,684</u>	<u>\$ 239,412</u>	<u>\$ 7,727,953</u>	<u>\$ -</u>	<u>\$ 1,021,984</u>	<u>\$ 7,597,522</u>	<u>\$ 41,279,315</u>

See accompanying Notes to Financial Statements.

CHIPPEWA COUNTY, WISCONSIN
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2018

Net Change in Fund Balances - Total Governmental Funds **\$ 7,590,568**

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 4,298,667	
Depreciation Expense Reported in the Statement of Activities	<u>(4,428,378)</u>	(129,711)

In the statement of activities, the gain and loss on the disposal of capital assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balances by the net cost of the capital assets sold, traded in, or discarded: (281,852)

Receivables not currently available are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 569,375

Pension expenditures in the governmental funds are measured by current year employee contributions. Pension expenditures on the statement of activities are measured by the change in net pension asset/liability and related deferred outflows and inflows of resources. (393,342)

Long-term debt incurred in governmental funds is reported as an other financing source, but is reported as an increase in outstanding long-term debt in the statement of net assets and does not affect the statement of activities. Long-term debt incurred in the current year is:

General Obligation Debt Issued		(8,135,000)
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Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In the current year, these amounts consist of:

General Obligation Debt Principal Retirement		3,545,000
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Refinancing costs, discounts, and premiums are reported as an other financing use in governmental funds but are deferred in the government wide statements and amortized over the lives of the related debt. (464,097)

The internal service funds are used by the County's management to charge the cost of the self-funded insurance program to functions and to account for highway department operations. The change in net position of the internal service funds are reported in governmental activities. activities.

Highway Department Fund	(482,286)	
Insurance Funds	<u>(249,151)</u>	(731,437)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Amortization of Debt Premium	55,226	
Net Change in Accrued Interest Payable	(31,100)	
Net Change in Compensated Absences Liability	(198,234)	
Net Change in Total Other Postemployment Benefits Liability and Related Deferred Outflows of Resources	(53,196)	
Net Change State Life Insurance Net Other Postemployment Benefits Liability and Related Deferred Outflows and Inflows of Resources	<u>(77,979)</u>	<u>(305,283)</u>

Change in Net Position of Governmental Activities	\$	<u>1,264,221</u>
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See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF NET POSITION –
PROPRIETARY FUNDS
DECEMBER 31, 2018**

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
ASSETS		
CURRENT ASSETS		
Treasurer's Cash and Investments	\$ -	\$ 3,953,038
Departmental Cash and Investments	-	100
Cash and Investments Held by Fiscal Agent	-	234,191
Accounts Receivable	-	162,892
Due from Other Governmental Units	-	1,601,291
Inventories	-	2,725,048
Total Current Assets	-	8,676,560
RESTRICTED ASSETS		
Wisconsin Retirement System Net Pension Asset	-	787,237
NONCURRENT ASSETS		
Notes Receivable	2,414,781	-
Property Held for Resale:		
Land	439,759	-
Land Improvements	1,414,885	-
Capital Assets:		
Not Being Depreciated	22,653	92,696
Depreciable Assets	-	30,299,627
Accumulated Depreciation	-	(19,121,966)
Deposit with Public Entity Risk Pool	-	750,327
Total Noncurrent Assets	4,292,078	12,020,684
Total Assets	4,292,078	21,484,481
DEFERRED OUTFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	-	1,441,894
County Other Postemployment Benefits Related	-	18,886
State Life Insurance Postemployment Benefits Related	-	26,183
Total Deferred Outflows of Resources	-	1,486,963
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	1,232	226,168
Due to Other Funds	295,901	-
Special Deposits	4,589	-
Present Value of Unpaid Losses	-	1,967,119
Unearned Revenue - Cost Pools	-	11,060
Unearned Revenue - Advance for Highway Construction	-	960,570
Current Portion of Long-Term Liabilities:		
Estimated Employee Leave Liability	-	358,119
Total Current Liabilities	301,722	3,523,036
LONG-TERM LIABILITIES (NET OF CURRENT PORTION):		
Total Other Postemployment Benefits Payable	-	347,048
State Life Insurance Net Postemployment Benefits Liability	-	228,567
Estimated Employee Leave Liability	-	135,365
Total Long-Term Liabilities	-	710,980
Total Liabilities	301,722	4,234,016
DEFERRED INFLOWS OF RESOURCES		
Wisconsin Retirement System Pension Related	-	1,550,048
State Life Insurance Postemployment Benefits Related	-	8,565
Total Deferred Inflows of Resources	-	1,558,613
NET POSITION		
Net Investment in Capital Assets	22,653	11,270,357
Restricted	-	787,237
Unrestricted	3,967,703	5,121,221
Total Net Position	<u>\$ 3,990,356</u>	<u>\$ 17,178,815</u>

See accompanying Notes to Financial Statements.

CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION –
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
OPERATING REVENUES	\$ 152,871	\$ 14,006,685
OPERATING EXPENSES	<u>60,055</u>	<u>16,262,117</u>
OPERATING INCOME (LOSS)	92,816	(2,255,432)
NONOPERATING REVENUES (EXPENSES):		
Interest Revenue	-	14,166
Dividend Revenue	-	34,829
Business Development Grant	32,577	-
Business Development Expense	(54,462)	-
Gain on Disposal of Property	-	18,067
Nonoperating Depreciation	<u>-</u>	<u>(20,444)</u>
Total Nonoperating Revenues (Expenses)	<u>(21,885)</u>	<u>46,618</u>
INCOME (LOSS) BEFORE TRANSFERS	70,931	(2,208,814)
TRANSFERS:		
Transfers from General Fund	-	524,392
Transfers from Sales Tax Fund	-	1,485,000
Transfers to General Fund	<u>-</u>	<u>(532,015)</u>
Total Transfers	<u>-</u>	<u>1,477,377</u>
CHANGE IN NET POSITION	70,931	(731,437)
Net Position - Beginning of Year	3,919,425	18,248,471
Change in Accounting Principle	<u>-</u>	<u>(338,219)</u>
Net Position - Beginning of Year, Restated	<u>3,919,425</u>	<u>17,910,252</u>
NET POSITION - END OF YEAR	<u>\$ 3,990,356</u>	<u>\$ 17,178,815</u>

See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS –
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018**

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received for Goods and Services:		
County/Departments	\$ -	\$ 8,221,503
Third Parties	-	5,508,764
Cash Received from Employees	-	262,537
Cash Received from the Sale of Property	39,999	-
Cash Paid to Suppliers for Goods and Services	(58,797)	(5,034,433)
Cash Paid for Employee Services	-	(8,684,304)
Cash Paid for Insurance Claims	-	(867,607)
Cash Paid for Insurance Premiums	-	(195,437)
Net Cash Provided by (Used) For Operating Activities	<u>(18,798)</u>	<u>(788,977)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfers from Sales Tax Special Revenue Fund	-	1,485,000
Transfer to General Fund	-	(7,623)
Cash Provided by (Repaid to) General Fund for Cash Deficit	295,901	(27,459)
Cash Paid for Business Development Activities	<u>(21,885)</u>	<u>-</u>
Net Cash Provided by (Used) for Noncapital Financing Activities	274,016	1,449,918
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Cash Received from Salvage of Capital Assets	-	146,559
Cash Payments for Acquisition of Capital Assets	<u>-</u>	<u>(2,047,991)</u>
Net Cash Provided by (Used for) Capital and Related Financing Activities	(349,000)	(1,901,432)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on Investments	<u>-</u>	<u>54,205</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(93,782)	(1,186,286)
Cash and Cash Equivalents - Beginning of Year	<u>93,782</u>	<u>5,373,615</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ 4,187,329</u></u>

See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS (CONTINUED) –
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2018**

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 92,816	\$ (2,255,432)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Cost Basis of Property Sold	174,886	-
Depreciation	-	1,324,944
Depletion of Gravel Pits and Quarries	-	8,046
Net Change in Wisconsin Pension System Related Items:		
Asset / Liability	-	(1,005,042)
Deferred Outflows of Resources	-	232,074
Deferred Inflows of Resources	-	864,805
Net Change in County OPEB Related Items:		
Asset / Liability	-	44,406
Deferred Outflows of Resources	-	3,748
Net Change in LRLIF OPEB Related Items:		
Asset / Liability	-	37,954
Deferred Outflows of Resources	-	(24,747)
Deferred Inflows of Resources	-	8,565
(Increase) Decrease in Assets:		
Accounts Receivable	(287,732)	(16,112)
Due from Other Governmental Units	-	79,764
Inventory	-	(266,166)
Increase (Decrease) in Liabilities:		
Accounts Payable	1,232	(2,938)
Accrued Liabilities	-	258,432
Deferred Inflows	-	(39,006)
Advance for Highway Construction	-	(73,681)
Accrued Benefits	-	31,409
Net Cash Provided by (Used for) Operating Activities	<u>\$ (18,798)</u>	<u>\$ (788,977)</u>
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS:		
Cash and Investments per Statement of Net Position:		
Treasurer's Cash and Investments	\$ -	\$ 3,953,038
Departmental Cash and Investments	-	100
Cash and Investments Held by Fiscal Agents	-	234,191
Total Cash and Investments	<u>\$ -</u>	<u>\$ 4,187,329</u>

See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
STATEMENT OF NET POSITION –
FIDUCIARY FUNDS
DECEMBER 31, 2018**

	Agency Funds
ASSETS	
Treasurer's Cash and Investments	\$ 226,702
Departmental Cash and Investments	530,461
Taxes Receivable	<u>117</u>
Total Assets	<u><u>\$ 757,280</u></u>
LIABILITIES	
Due to Other Governmental Units	\$ 281,856
Due to Other Funds	70,556
Special Deposits	<u>404,868</u>
Total Liabilities	<u><u>\$ 757,280</u></u>

See accompanying Notes to Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Chippewa County (the County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental 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 County are described below:

A. Reporting Entity

Chippewa County is governed by a board of supervisors consisting of fifteen elected members.

The financial reporting of the County is defined by the GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the County consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the County.

B. Government-Wide and Fund Financial Statements

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds) as described below:

Government-Wide Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report financial information on all of the nonfiduciary activities of the primary government. 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 or segment are offset by program revenues. Direct expenses are those that are clearly identifiable to a specific function or segment. Program revenues include (a) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements

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

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

The County reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the County. It is used to account for all financial resources of the County, except those required to be accounted for in another fund.

Human Services Fund – The Human Services Fund, a special revenue fund, is used to account for various County human services programs funded by restricted and committed funding sources. Through the human services programs, the County provides mental health, developmental disabilities and alcoholism and drug abuse rehabilitation services to residents of the County and administers the various social services and income maintenance programs provided by and through the County.

CDBG Grant Fund – The CDBG Grant Fund, a special revenue fund, is used by the County to account for its federal housing rehabilitation grants received for the purpose of financing housing rehabilitation loans. Repayments received on these loans are a restricted revenue source which is used to finance similar housing rehabilitation loans.

County Sales Tax Fund – The County Sales Tax Fund, a special revenue fund, is used by the County to account for its sales tax collections which the County Board has committed by ordinance to be used for specific purposes.

WRRWC Fund – The WRRWC Fund is a special revenue fund used to account for the activities of a nine county Western Region Recovery and Wellness Consortium (WRRWC) providing comprehensive community services to the region. Chippewa County is the lead agency of the consortium which is funded by restricted and committed funding sources.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds. For report purposes, the County's individual debt service funds are combined into one fund.

All remaining governmental funds are aggregated and reported as nonmajor funds.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements (Continued)

The County reports the following major enterprise fund:

Farm Land Development Fund – The County uses the Farm Land Development Fund to account for transactions relating to the development of its farm property. During 1995 the County discontinued operations of its county farm and subsequently disposed of all of the nonland farm capital assets. Proceeds from the disposition of the assets and the remaining fund equity of the farm enterprise fund were used to establish the farm land development fund.

Additionally, the County reports the following fund types:

Internal Service Fund – The internal service funds (proprietary funds) are used to account for the operations of the County's highway department and transactions of its various self-funded insurance programs.

Agency Funds – The agency funds (fiduciary funds) are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations and/or other governmental units.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements and the proprietary funds financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Nonexchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Agency funds do not have a measurement focus.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting (Continued)

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed 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 County generally considers revenues reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Client billings for the human services programs are recognized when received. State and federal aids under cost reimbursement programs are generally recognized when earned if expected to be collected in the subsequent year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, miscellaneous taxes, cost reimbursement grant programs, public charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are generally considered to be measurable and available only when cash is received by the government.

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. Operating expenses of proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows of Resources, and Net Position or Equity

1. Deposits and Investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with an original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

Investment of County funds is restricted by state statutes. Available investments are limited to:

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

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

Investment of most trust funds is regulated by Chapter 881 of the Wisconsin Statutes. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds and debentures.

Investments of the County are stated at fair value and amortized cost.

2. Receivables and Payables

Property Taxes. Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. In addition to property taxes for the County, taxes are also collected for and remitted to the State. Taxes billed for the State are recorded as receivables and due other governmental units in the agency fund balance sheet. Since County property taxes are not considered revenue until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted therefore.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows of Resources, and Net Position or Equity (Continued)

2. Receivables and Payables (Continued)

Property Taxes (Continued). The County is also responsible for the collection of all delinquent and postponed property taxes levied by the local taxing districts within its boundaries, except delinquent personal property taxes which are retained by the local municipal district. Real property taxes are payable in full to the local districts on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the County Treasurer for collection in February. The County subsequently settles in full with the local districts in August of the same year, except for delinquent special assessments and other special charges. All uncollected taxes returned to the County for collection are financed through the general fund, except for delinquent special assessments of the districts. A portion of the general fund's equity balance is classified as nonspendable for the County's investment in delinquent taxes.

Accounts Receivable. Accounts receivable are shown at gross amounts. No allowance for uncollectible accounts has been provided since County administration believes such allowance would not be material.

Loans Receivable. The County has received federal and state grant funds for economic development loan programs to various businesses and individuals. The County records a loan receivable when the loan has been made and funds have been disbursed. The amounts recorded as economic development loans receivable have not been reduced by an allowance for uncollectible accounts. It is the County's policy to record, in the fund financial statements, deferred inflows of resources for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is generally recognized as revenue when accrued. Any unspent loan repayments at year-end are presented as restricted fund balance in the fund financial statements.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows of Resources, and Net Position or Equity (Continued)

2. Receivables and Payables (Continued)

Interfund Balances. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories, Prepaid Items and Land Held for Resale

All inventories are valued at production cost using the first in first out (FIFO) costing method. Inventories of governmental funds, if material, are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Land held for resale is valued at the lower of cost or market.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations may be required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

5. Capital Assets

Government-Wide Statements. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows of Resources, and Net Position or Equity (Continued)

5. Capital Assets (Continued)

Government-Wide Statements (Continued). Major outlays for capital assets and improvements are capitalized as projects are constructed. Capital assets, including infrastructure, acquired by the County prior to January 1, 1980, were recorded on the County's financial records at historical costs, or estimated historical costs, on that date.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land	\$ 5,000	N/A	N/A
Land Improvements	5,000	Straight-Line	15-40 Years
Buildings and Improvements	5,000	Straight-Line	10-40 Years
Machinery and Equipment	5,000	Straight-Line	4-20 Years
Infrastructure	5,000	Straight-Line	25-50 Years

Fund Financial Statements. In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

6. Deferred Outflows of Resources

The County reports decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position or governmental fund balance sheet. The County reports deferred outflows of resources for pension and other postemployment benefits related items.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows of Resources, and Net Position or Equity (Continued)

7. Deferred Inflows of Resources

The County's governmental activities and governmental fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The County will not recognize the related revenue until a future event occurs. The County has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the County's year) under the modified accrual basis of accounting. The County reports deferred inflows of resources for pension and other postemployment benefits related items.

8. Compensated Absences

It is the County's policy to permit employees to accumulate paid leave benefits. Liabilities for accumulated employee leave benefits are not accrued in the County's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The County's policies and estimated liabilities at year-end are further discussed in Note 3.A.

9. Wisconsin Retirement System Pension Plan Benefits

For purposes of measuring the net pension liability (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.

10. Other Postemployment Benefits (OPEB) – Single Employer Plan

Under the various employee and union contracts the County allows retired employees to enroll in the County's health insurance plan. The retired employees pay 100% of the premiums. The liability was actuarially determined.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows of Resources, and Net Position or Equity (Continued)

11. Other Postemployment Benefits – Multiple Employer Plan

The fiduciary net position of the Local Retiree Life Insurance Fund (LRLIF) has been determined using the flow of economic resources measurement focus and the accrual basis of accounting. This includes for purposes of measuring the net OPEB liability, deferred outflows of resources and the deferred inflows of resources related to OPEB, OPEB expense and information about the fiduciary net position of the LRLIF and additions to/deductions from LRLIF's fiduciary net position have been determined on the same basis as they are reported by LRLIF. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms.

12. Long-Term Obligations

In the government-wide financial statements and proprietary 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 type statement of net position. In the governmental fund financial statements, 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.

13. Equity Classifications

Fund equity, representing the difference between assets and deferred outflows, less liabilities and deferred inflows, is classified as follows in the County's financial statements:

Government-Wide and Proprietary Fund Statements. Fund equity is classified as net position in the government-wide and proprietary fund financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is displayed as unrestricted. When both restricted and unrestricted net position are available for use, it is the County's policy to use restricted resources first and unrestricted resources next to the extent they are needed.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows of Resources, and Net Position or Equity (Continued)

13. Equity Classifications (Continued)

Fund Financial Statements. In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that are legally or contractually required to be maintained intact. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the Board. Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications. It is the County's policy that at the end of each fiscal year, the County will maintain a minimum unassigned fund balance level between 25% and 33% of general fund expenditures.

Committed fund balance is required to be established, modified, or rescinded by resolution of the County Board prior to each year-end. Based on resolution of the County Board, the County Administrator has the authority to establish or modify assigned fund balance. When restricted and unrestricted fund balance is available for expenditure, it is the County's practice to first use restricted fund balance. When committed, assigned, and unassigned fund balance is available for expenditure, it is the County's practice to use committed, assigned and finally unassigned fund balance.

NOTE 2 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The County's cash and investments balances at December 31, 2018 as shown in the financial statements are as follows:

Governmental Funds	\$ 37,109,086
Proprietary Funds	4,937,656
Fiduciary Funds	757,163
Total	<u>\$ 42,803,905</u>

The above cash and investments balances consisted of the following:

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Treasurer's Cash and Investments:		
Deposits at Financial Institutions	\$ 7,388,964	
Deposits in State Local Government		
Pooled-Investment Fund	19,381,649	
Investments in Federal Agency Securities	14,091,488	\$ 40,862,101
Departmental Cash and Investments:		
Deposits at Financial Institutions	567,835	
Petty Cash Funds	2,365	570,200
Cash and Investments Held by Fiscal Agents:		
Funds Held by WMMIC	1,044,160	
Funds Held by Chippewa County Housing Authority	327,444	1,371,604
Total Cash and Investments at December 31, 2018		<u>\$ 42,803,905</u>

Deposits at Financial Institutions

The County's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and up to \$250,000 for demand deposits at any institution. In addition, funds held in trust for individuals are subject to coverage in the name of the beneficiary in whose name the trust fund is held. Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the County to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that in the event of bank failure, the County's deposits may not be returned. At December 31, 2018, the County's deposits were not exposed to custodial credit risk.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments

The County's investments at December 31, 2018 consisted of deposits in the State of Wisconsin Local Government Investment Pool (an external investment pool) and U.S. government agencies and instrumentalities obligations.

Deposits in State Local Government Pooled-Investment Fund. The State of Wisconsin offers a Local Government Investment Pool (LGIP) to local government units to enable them to voluntarily invest idle funds in State Investment Fund. Local funds are pooled with state funds and invested by the State Investment Board. There is no minimum or maximum amount that can be invested by a local governmental unit. Interest is earned on a daily basis and withdrawals are generally available on the day of request. Deposits in the LGIP are not covered by federal depository insurance but are subject to coverage under the State Guarantee Fund. Also, the State of Wisconsin Investment Board has obtained a surety bond to protect deposits in the LGIP against defaults in principal payments on the LGIP's investments (subject to certain limitations). The average monthly weighted average maturity of the State Investment Fund's investments for 2018 was 27 days.

U.S. Government Agencies and Instrumentalities Obligations. The County's investments in these obligations at December 31, 2018 are summarized as follows:

Description	Totals	Investment Maturities (in Years)			
		< 1	1 to 2	2 to 3	> 3
Gov't Agency Debt Instruments:					
US Treasuries	\$ 2,093,016	\$ 1,091,922	\$ 1,001,094	\$ -	\$ -
FFCB	843,368	843,368	-	-	-
FHLB	8,715,773	2,157,422	6,558,351	-	-
FNMA	1,909,208	1,499,284	-	-	409,924
FHLMC	394,741	-	-	-	394,741
GNMA	82,934	-	-	-	82,934
SBA	52,448	-	-	-	52,448
Total	\$ 14,091,488	\$ 5,591,996	\$ 7,559,445	\$ -	\$ 940,047

Generally, the above obligations are subject to call prior to the stated maturity date. It is the County's general policy to hold the obligations until maturity or call. Obligations of the SBA and GNMA are directly guaranteed by the federal government. The other listed obligations are guaranteed by the issuing agency/instrumentality.

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The County's policy is to invest its funds in accordance with provisions of the Wisconsin Statutes previously discussed in Note 1.D.1.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments (Continued)

As of December 31, 2018, the County's investments were rated as follows:

<u>Type</u>	<u>Credit Quality Rating</u>	<u>Amount</u>
US Treasuries	AA+	\$ 2,093,016
FFCB	AA+	843,368
FHLB	AA+	8,715,773
FHLMC	AA+	394,741
FNMA	AA+	1,909,208
GNMA	Not Rated	82,934
SBA	Not Rated	52,448
LGIP	Not Rated	19,381,649

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates further into the future are more sensitive to changes in market interest rates. The short weighted average maturities of the investments in the LGIP and the relatively short-term maturities on the other investments mitigate this risk to the County.

U.S. Government Agencies and Instrumentalities Obligations. Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investments in a single issuer. At December 31, 2018, the investment portfolio was concentrated as follows (investment holdings individually greater than 5% of the total investment portfolio):

<u>Type</u>	<u>Amount</u>	<u>Percentage</u>
LGIP	\$ 19,381,649	57.9%
FHLB	8,715,773	26.0%
US Treasuries	2,093,016	6.3%
FNMA	1,909,208	5.7%
	<u>\$ 32,099,646</u>	

The County uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures.

The County follows an accounting standard that defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements. In accordance with this standard, the County has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments (Continued)

U.S. Government Agencies and Instrumentalities Obligations (Continued)

Financial assets and liabilities recorded on the combined statements of financial position are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities.

Level 2 – Financial assets and liabilities are valued based on quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data.

Level 3 – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants and would use in pricing the asset.

Assets of the County measured at fair value on a recurring basis:

	Level 1	Level 2	Level 3	Total
US Treasuries	\$ 2,093,016	\$ -	\$ -	\$ 2,093,016
FFCB	843,368	-	-	843,368
FHLB	8,715,773	-	-	8,715,773
FNMA	1,909,208	-	-	1,909,208
FHLMC	394,741	-	-	394,741
GNMA	82,934	-	-	82,934
SBA	52,448	-	-	52,448
Total	<u>\$ 14,091,488</u>	<u>\$ -</u>	<u>\$ -</u>	<u>14,091,488</u>
Investments measured at amortized cost - LGIP Funds				19,381,649
Total Investments				<u>\$ 33,473,137</u>

B. Receivables

Economic Development Loans. During 1994 the County Board of Supervisors adopted a resolution establishing an economic development revolving loan fund. The County set aside \$500,000 for the purpose of financing loans for economic development. At December 31, 2018 the County had outstanding two installment loans totaling \$230,525. These loans are subject to repayment to the County under terms established by the various loan agreements. Receivables have been recorded in a special revenue fund in the amount of the outstanding balances on these loans and were offset by deferred inflows of resources recorded in that fund. Revenue is recognized as collections are received on these loans.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables (Continued)

Housing Rehabilitation Loans. The County has been awarded federal Community Development Block Grant (CDBG) Program grants through the Wisconsin Department of Administration for the purpose of financing housing rehabilitation loans. Repayments received on the original loans are to be recorded in a separate housing revolving loan fund and are to be used to finance similar loans eligible under the program. At December 31, 2018 the County had four hundred ninety-nine (499) loans outstanding totaling \$7,646,743 under two revolving loan programs as follows. Two hundred fifty-six (256) loans totaling \$3,082,186 were outstanding under a loan program for Chippewa County residents which was funded by grants received in previous years. The County also had two hundred forty-three (243) loans outstanding totaling \$4,564,557 under a regional loan program funded by a Community Development Block Grant which was awarded to Chippewa County in 2013. The regional loan program is for the purpose of providing housing rehabilitation loans to eligible residents in a ten county area including Barron, Buffalo, Chippewa, Clark, Dunn, Eau Claire, Pepin, Pierce, Polk and St. Croix counties. Chippewa County is the administrator of the grant and all loan repayments are received by Chippewa County to be used to finance similar housing rehabilitation loans in the ten county area.

C. Capital Assets

Capital asset activity for the year ended December 31, 2018 was as follows:

Governmental Activities

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
General County Assets:					
Capital Assets Not Being Depreciated:					
Land	\$ 4,100,926	\$ -	\$ -	\$ -	\$ 4,100,926
Highway Right-of-Ways	880,385	898	-	-	881,283
Construction Work in Progress	3,509,792	1,590,337	(1,508,767)	238,931	3,352,431
Total Capital Assets Not Being Depreciated	8,491,103	1,591,235	(1,508,767)	238,931	8,334,640
Capital Assets Being Depreciated:					
Land Improvements	7,293,593	41,443	926,318	7,500	8,253,854
Buildings and Improvements	28,732,527	-	-	7,841	28,724,686
Machinery and Equipment	7,958,504	253,340	340,480	1,674,867	6,877,457
Vehicles	253,331	-	-	-	253,331
Highway Infrastructure:					
Roadways	115,482,884	2,342,649	241,969	583,511	117,483,991
Bridges	22,101,700	-	-	17,900	22,083,800
Structures	326,103	70,000	-	-	396,103
Total Capital Assets Being Depreciated	182,148,642	2,707,432	1,508,767	2,291,619	184,073,222
Total Capital Assets	190,639,745	4,298,667	-	2,530,550	192,407,862
Accumulated Depreciation:					
Land Improvements	3,525,988	248,725	-	7,500	3,767,213
Buildings and Improvements	14,259,150	553,485	-	7,841	14,804,794
Machinery and Equipment	6,849,120	485,574	-	1,631,946	5,702,748
Vehicles	168,320	24,170	-	-	192,490
Highway Infrastructure	56,240,611	3,116,424	-	601,411	58,755,624
Total Accumulated Depreciation	81,043,189	4,428,378	-	2,248,698	83,222,869
Net Capital Assets - General County	\$ 109,596,556	\$ (129,711)	\$ -	\$ 281,852	\$ 109,184,993

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Governmental Activities (Continued)

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
Highway Department:					
Capital Assets Not Being Depreciated:					
Land	\$ 92,696	\$ -	\$ -	\$ -	\$ 92,696
Construction Work in Progress	144,748	-	(144,748)	-	-
Total Capital Assets Not Being Depreciated	237,444	-	(144,748)	-	92,696
Capital Assets Being Depreciated:					
Land Improvements	437,622	15,681	-	-	453,303
Gravel Pits and Quarries*	86,318	20,000	-	8,046	98,272
Buildings and Improvements	7,522,200	190,983	-	-	7,713,183
Vehicles Nonhighway Fleet	1,633,004	218,918	-	118,476	1,733,446
Machinery and Equipment	19,497,674	1,602,458	144,748	943,457	20,301,423
Total Capital Assets Being Depreciated	29,176,818	2,048,040	144,748	1,069,979	30,299,627
Total Capital Assets	29,414,262	2,048,040	-	1,069,979	30,392,323
 Accumulated Depreciation:					
Land Improvements	283,536	12,717	-	-	296,253
Buildings and Improvements	5,291,309	284,756	-	-	5,576,065
Vehicles Nonhighway Fleet	944,026	176,789	-	82,955	1,037,860
Machinery and Equipment	12,191,099	871,126	-	850,437	12,211,788
Total Accumulated Depreciation	18,709,970	1,345,388	-	933,392	19,121,966
 Net Capital Assets - Highway Department	<u>\$ 10,704,292</u>	<u>\$ 702,652</u>	<u>\$ -</u>	<u>\$ 136,587</u>	<u>\$ 11,270,357</u>
 Capital Assets Not Being Depreciated	\$ 8,728,547	\$ 1,591,235	\$ (1,653,515)	\$ 238,931	\$ 8,427,336
Capital Assets Being Depreciated	211,325,460	4,755,472	1,653,515	3,361,598	214,372,849
Total Capital Assets	220,054,007	6,346,707	-	3,600,529	222,800,185
Accumulated Depreciation	99,753,159	5,773,766	-	3,182,090	102,344,835
 Net Capital Assets - Governmental Activities	<u>\$ 120,300,848</u>	<u>\$ 572,941</u>	<u>\$ -</u>	<u>\$ 418,439</u>	<u>\$ 120,455,350</u>

* Highway department gravel pits and quarries are subject to depletion.

Depreciation was charged to governmental functions as follows:

General County:

General Government	\$ 659,211
Public Safety	554,362
Public Works	3,116,424
Health and Human Services	4,039
Culture, Recreation and Education	63,355
Conservation and Development	30,987
Total	<u>4,428,378</u>

Highway Department:

Transportation	1,345,388
Total	<u>\$ 5,773,766</u>

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Farm Land Development Fund:				
Capital Assets Not Being Depreciated:				
Land	\$ 22,653	\$ -	\$ -	\$ 22,653

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of December 31, 2018 was as follows:

Due to/from Other Funds

Receivable Fund	Payable Fund	Amount
General Fund	CDBG Grant Fund	\$ 30,000
General Fund	Farm Land Development Fund	295,901
General Fund	WRRWC Fund	2,871,048
Total		<u>\$ 3,196,949</u>

The above interfund balances were for temporary financing of operating expenditures and are expected to be repaid in 2019. Interfund balances owed within the governmental activities are eliminated in the statement of net position.

Interfund Transfers

Fund Transferred To	Fund Transferred From	Amount
General Fund	County Sales Tax Fund	\$ 2,571,806
General Fund	Land Management Fund	91,071
General Fund	ADRC Fund	15,937
General Fund	Public Health Fund	39,889
General Fund	Workers Compensation Fund	532,015
Debt Service Fund	County Sales Tax Fund	1,544,000
Highway Department Fund	General Fund	18,392
Highway Department Fund	County Sales Tax Fund	1,485,000
Flexible Benefits Fund	General Fund	6,000
Human Services Fund	WRRWC Fund	143,119
Liability Insurance Fund	General Fund	500,000
Total		<u>\$ 6,947,229</u>

The transfers from the County sales tax fund consisted of the amount of county sales tax collections applied to the 2018 budget. The transfers from the human services fund and WRRWC fund to the general fund was per the County's fund balance policy. The remaining items were budgeted transfers for construction and working capital.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the County for the year ended December 31, 2018 were as follows:

	Balances 1/1/18	Additions	Reductions	Balances 12/31/18	Due Within One Year
Long-Term Debt:					
Governmental Activities:					
General Obligation Bonds	\$ 1,645,000	\$ -	\$ 810,000	\$ 835,000	\$ 835,000
General Obligation Notes	4,050,000	8,135,000	2,735,000	9,450,000	725,000
Unamortized Debt Premium	65,675	464,097	55,226	474,546	106,918
Total Long-Term Debt	<u>\$ 5,760,675</u>	<u>\$ 8,599,097</u>	<u>\$ 3,600,226</u>	<u>\$ 10,759,546</u>	<u>\$ 1,666,918</u>
Other Long-Term Obligations (Governmental Activities):					
Governmental Funds:					
Employee Leave Liability	\$ 1,671,904	\$ 198,234	\$ -	\$ 1,870,138	\$ 1,709,925
Highway Internal Service Fund:					
Employee Leave Liability	462,074	31,410	-	493,484	358,119
Total Other Long-Term Obligations	<u>\$ 2,133,978</u>	<u>\$ 229,644</u>	<u>\$ -</u>	<u>\$ 2,363,622</u>	<u>\$ 2,068,044</u>

The County's estimated liability for employee leave and other postemployment benefits are discussed in Note 3.A. and Note 3.C., respectively.

Current Year Borrowing

On October 1, 2018, the County issued general obligation notes in the amount of \$8,135,000 to provide funding for 2019 capital improvement projects and to refund the outstanding balance of the 2011 general obligation promissory notes. The notes carry an interest rate of 3.0% to 4.0% with annual maturities through February 1, 2028. A portion of the new debt in the amount of \$2,135,000 plus premium on debt of \$28,847 were used to current refund the outstanding balance of the 2011 notes. The refunding resulted in an economic gain of \$24,288 and a reduction of \$22,433 in future debt service payments.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Debt

Annual Requirements for Retirement. Long-term debt issues outstanding at December 31, 2018 and annual requirements for their retirement were as follows:

<u>Description</u>	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Obligation Refunding Bonds, \$6,010,000, issued 11/3/11, due 8/1/19, interest at 3.00%	2019	\$ 835,000	\$ 12,525	\$ 847,525
Promissory Notes, \$3,000,000, issued 10/29/13, due 8/1/21, interest at 2.00%-2.50%	2019	430,000	26,425	456,425
	2020	435,000	16,688	451,688
	2021	450,000	5,625	455,625
		<u>1,315,000</u>	<u>48,738</u>	<u>1,363,738</u>
Promissory Notes, \$8,135,000, issued 10/1/18, due 2/1/28, interest at 3.00%-4.00%	2019	295,000	254,867	549,867
	2020	1,130,000	285,350	1,415,350
	2021	950,000	249,400	1,199,400
	2022	725,000	215,900	940,900
	2023	755,000	186,300	941,300
	2024	790,000	155,400	945,400
	2025	820,000	123,200	943,200
	2026	855,000	89,700	944,700
	2027	890,000	54,800	944,800
	2028	925,000	18,500	943,500
		<u>8,135,000</u>	<u>1,633,417</u>	<u>9,768,417</u>
Total General Obligation Debt		<u>\$ 10,285,000</u>	<u>\$ 1,694,680</u>	<u>\$ 11,979,680</u>

The above annual debt service requirements are summarized as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2019	\$ 1,560,000	\$ 293,817	\$ 1,853,817
2020	1,565,000	302,038	1,867,038
2021	1,400,000	255,025	1,655,025
2022	725,000	215,900	940,900
2023	755,000	186,300	941,300
2024-2028	4,280,000	441,600	4,721,600
Total	<u>\$ 10,285,000</u>	<u>\$ 1,694,680</u>	<u>\$ 11,979,680</u>

General Obligation Debt Limitation. Section 67.03 of the Wisconsin Statutes restricts county general obligation debt to 5% of the equalized value of all property in the County. At December 31, 2018, the County's debt limit amounted to \$277,893,690 and indebtedness subject to the limitation totaled \$10,285,000.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Governmental Fund Balances

The governmental fund balances reported on the fund financial statements at December 31, 2018 consisted of the following:

	Total	Nonspendable	Restricted	Committed	Assigned	Unassigned
Major Funds:						
General Fund						
Delinquent Taxes	\$ 883,351	\$ 883,351	\$ -	\$ -	\$ -	\$ -
Prepaid Items	74,367	74,367	-	-	-	-
Environmental Site Assessment	121,554	-	-	-	121,554	-
Environmental Impact Fee	30,234	-	-	-	30,234	-
Economic Development	54,438	-	-	-	54,438	-
Criminal Justice Coordinator	35,914	-	-	-	35,914	-
County Administrator	250,000	-	-	-	250,000	-
Computer Equipment Outlay	253,870	-	-	-	253,870	-
Courthouse	1,000,000	-	-	-	1,000,000	-
Facilities Improvement	441,465	-	-	-	441,465	-
Rifle Range	21,136	-	-	-	21,136	-
Radio Towers	118,726	-	-	-	118,726	-
Security Plan	721,409	-	-	-	721,409	-
Property and Liability Insurance	161,474	-	-	-	161,474	-
Employee Health Program	506,720	-	-	-	506,720	-
Copy Machine	29,310	-	-	-	29,310	-
Register of Deeds	245,339	-	-	-	245,339	-
Youth Court Programs	10,845	-	-	-	10,845	-
Snowmobile Patrol	70,858	-	-	-	70,858	-
Water Safety Patrol	70,921	-	-	-	70,921	-
K-9	20,034	-	-	-	20,034	-
All Terrain Vehicle Patrol	20,979	-	-	-	20,979	-
Sheriff's Department Equipment & Tower	3,913,426	-	-	-	3,913,426	-
Sheriff's Department Training	68,265	-	-	-	68,265	-
Jail Canteen	98,963	-	-	-	98,963	-
Extension Education Programs	49,123	-	-	-	49,123	-
Wildlife Damage and Abatement Programs	714	-	-	-	714	-
State Forestry Programs	8,427	-	-	-	8,427	-
Special Conservation Projects	427,137	-	-	-	427,137	-
Snowmobile Trails	8,413	-	-	-	8,413	-
All Terrain Vehicle Trails	8,277	-	-	-	8,277	-
Old Abe Trail Project	84,869	-	-	-	84,869	-
Forest & Trails Tax Deed Projects	265,282	-	-	-	265,282	-
Quality Of Life Programs	39,250	-	-	-	39,250	-
County Parks Capital Improvements	407,561	-	-	-	407,561	-
County Parks Tax Deed Projects	222,538	-	-	-	222,538	-
Recycling Programs	237,509	-	-	-	237,509	-
Recycling Revenue Sharing Program	14,853	-	-	-	14,853	-
Soil and Water Resource Management	23,334	-	-	-	23,334	-
Nonmetallic Mining	200,000	-	-	-	200,000	-
Urban Stormwater Program	3,897	-	-	-	3,897	-
Conservation Reserve Enhancement Programs	55,513	-	-	-	55,513	-
Lake Protection Program	2,681	-	-	-	2,681	-
Groundwater Sampling	59,054	-	-	-	59,054	-
Land Conservation Stewardship Programs	85,600	-	-	-	85,600	-
Building Inspection	200,000	-	-	-	200,000	-
Comprehensive Planning Project	259,018	-	-	-	259,018	-
Platbook/Roadmap Publishing	39,689	-	-	-	39,689	-
Tax Deeds	114,819	-	-	-	114,819	-
Veterans' Relief	13,728	-	-	-	13,728	-
Health Clinics	7,431	-	-	-	7,431	-
Unfunded Benefit Liabilities	1,404,355	-	-	-	1,404,355	-
Unassigned	10,743,090	-	-	-	-	10,743,090
Subtotal General Fund	24,209,760	957,718	-	-	12,508,952	10,743,090

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 2 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Governmental Fund Balances (Continued)

	Total	Nonspendable	Restricted	Committed	Assigned	Unassigned
Human Services Fund						
Committed for Human Services Programs	\$ 482,684	\$ -	\$ -	\$ 482,684	\$ -	\$ -
CDBG Grant Fund	239,412	-	239,412	-	-	-
County Sales Tax Funded Programs	7,727,953	-	-	7,727,953	-	-
Debt Service Fund	1,021,984	-	402,474	619,510	-	-
Nonmajor Funds:						
Special Revenue Funds:						
Public Health Programs	122,134	-	122,134	-	-	-
Shelter Care Program	25,712	-	25,712	-	-	-
Dog License Fund Committed for						
Animal Control	1,000	-	-	1,000	-	-
Aging and Disability Resource						
Center Programs	550,000	-	-	550,000	-	-
Land Management Program	345,703	-	-	345,703	-	-
Jail Assessments Fees Funded Projects	114,057	-	114,057	-	-	-
County Economic Development						
Loan Program	404,742	-	-	404,742	-	-
Total Governmental Funds Balances at						
December 31, 2018	<u>\$ 41,279,315</u>	<u>\$ 957,718</u>	<u>\$ 6,937,963</u>	<u>\$ 10,131,592</u>	<u>\$ 12,508,952</u>	<u>\$ 10,743,090</u>

G. Internal Service Funds Net Position

The net position of the County's internal service funds at December 31, 2018 consisted of the following:

Fund	Net Position at Year End			Change During Year
	Total	Invested in Capital Assets	Unrestricted	
Highway Department Fund	\$ 15,727,151	\$ 11,270,357	\$ 3,669,557	\$ (482,286)
Self-Funded Insurance Funds:				
Workers Compensation	1,000,000	-	1,000,000	(305,436)
Liability Insurance	368,847	-	368,847	54,594
Flexible Benefits Fund	82,817	-	82,817	1,691
Totals	<u>\$ 17,178,815</u>	<u>\$ 11,270,357</u>	<u>\$ 5,121,221</u>	<u>\$ (731,437)</u>

NOTE 3 OTHER INFORMATION

A. Employee Leave Liability

The County's estimated liability for employee leave at December 31, 2018 totaled \$2,363,622 and consisted of \$1,870,138 payable from its governmental funds and \$493,484 payable from its highway department internal service fund. These liabilities are further discussed on the following page:

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

A. Employee Leave Liability (Continued)

The County implemented a Paid Time Off (PTO) plan for its nonrepresented employees effective January 1, 2013. All nonrepresented employees are granted time off based on the number of hours paid in a pay period and length of service. Earned time off is placed into a personal "PTO" account which may be used for any purpose. Amounts credited to the PTO account are subject to maximum accumulations of 480 hours for full time employees and 360 hours for part time. The County's estimated liability for employee leave under this plan at December 31, 2018 totaled \$2,227,829 and consisted of \$1,744,382 payable from its governmental funds and \$483,447 payable from the highway department internal service fund.

Employees can earn compensatory time for hours worked in excess of the normal work week. Compensatory time is paid at a regular rate of pay when used. The estimated value of compensatory time at December 31, 2018 was \$105,094 in the governmental funds and \$10,037 in the highway department internal service fund.

The County entered into an agreement with one employee prior to implementation of the PTO plan in which the hours in the accumulated sick leave bank at the time of the agreement would be paid out upon termination at the current rate of pay. The estimated liability under this agreement at December 31, 2018 was \$20,662 payable from the governmental funds.

B. Wisconsin Retirement System Pension Plan Benefits

General Information about the Pension Plan

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 and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. The WRS issues an annual financial report which may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

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

Benefits Provided. Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/2016) are entitled to a retirement benefit based on a formula factor, their final average earnings, and creditable service.

Final average earnings is the average of the participant's three highest annual earnings periods. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee's contributions plus matching employer's contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduced benefit. Participants terminating covered employment prior to eligibility for an annuity may either receive employee-required contributions plus interest as a separation benefit or leave contributions on deposit and defer application until eligible to receive a retirement benefit.

The WRS also provides death and disability benefits for employees.

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.

During the fiscal reporting period January 1, 2018 through December 31, 2018, the WRS recognized \$1,395,010 in contributions from the employer.

Contribution rates as of December 31, 2018 are:

	<u>Employee</u>	<u>Employer</u>
General (including Teachers)	6.7%	6.7%
Executives & Elected Officials	6.7%	6.7%
Protective with Social Security	6.7%	10.7%
Protective without Social Security	6.7%	14.9%

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

General Information about the Pension Plan (Continued)

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

<u>Year Ending December 31,</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2008	6.6%	0.0%
2009	(2.1)	(42.0)
2010	(1.3)	22.0
2011	(1.2)	11.0
2012	(7.0)	(7.0)
2013	(9.6)	9.0
2014	4.7	25.0
2015	2.9	2.0
2016	0.5	(5.0)
2017	2.0	4.0

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

At December 31, 2018, the County reported an asset of \$3,966,213 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016 rolled forward to December 31, 2017. The County's proportion of the net pension liability was based on a 3-year average of the County's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2017, the County's proportion was 0.13358218%, which was a decrease of 0.00032158 from its proportion measured as of December 31, 2016.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

For the year ended December 31, 2018, the County recognized pension expense of \$1,740,707. At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 5,039,173	\$ (2,357,158)
Changes of Assumptions	783,646	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	(5,451,191)
Changes in Proportion and Differences Between County Contributions and Proportionate Share of Contributions	46,641	(1,017)
County Contributions Subsequent to the Measurement Date	1,395,010	-
Total	<u>\$ 7,264,470</u>	<u>\$ 7,809,366</u>

\$1,395,010 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	Pension Expense Amount
2019	\$ 449,399
2020	(16,164)
2021	(1,356,006)
2022	(1,026,670)
2023	9,535

Actuarial assumptions. The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

Actuarial Valuation Date:	December 31, 2016
Measurement Date of Net Pension Liability (Asset):	December 31, 2017
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	5-Year Smoothed Value
Long-Term Expected Rate of Return:	7.2%
Discount Rate:	7.2%
Inflation:	2.0% to 2.7% - approximate
Salary Increases:	3.2% to 8.8% including inflation
Inflation	3.2% to 8.8%
Seniority/Merit	0.2% - 5.8%
Mortality:	WRS experience projected to 2017 with scale BB
Post-retirement Adjustments*:	5.0%

*No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 5.0% 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 2015 using experience from 2012 - 2014. The total pension liability for December 31, 2017 is based upon a roll-forward of the liability calculated from the December 31, 2016 actuarial valuation.

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	Core Asset Allocation		Variable Asset Allocation	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equities	N/A	N/A	70%	4.6%
International Equities	N/A	N/A	30%	4.9%
Global Equities	50%	5.3%	N/A	N/A
Fixed Income	25%	1.4%	N/A	N/A
Inflation Sensitive Assets	16%	1.0%	N/A	N/A
Real Estate	8%	3.6%	N/A	N/A
Private Equity/Debt	8%	6.5%	N/A	N/A
Multi-Asset	4%	3.6%	N/A	N/A
Cash	-10%	0.9%	N/A	N/A
Totals	100%		100%	

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

B. Wisconsin Retirement System Pension Plan Benefits (Continued)

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

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

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
County's Proportionate Share of the Net Pension Liability (Asset)	\$ 10,261,948	\$ (3,966,213)	\$ (14,780,056)

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 18-10.

C. Other Postemployment Benefits – Multiple Employer Plan

General Information about the Other Postemployment Benefits Plan

Plan Description. The LRLIF is a multiple-employer defined benefit OPEB plan. LRLIF benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. The Wisconsin Department of Employee Trust Funds (ETF) and the Group Insurance Board have statutory authority for program administration and oversight. The plan provides post-employment life insurance benefits for all eligible employees. ETF issues a standalone Comprehensive Annual Financial Report, which can be found at <http://etf.wi.gov/publications/cafr.htm>.

Benefits Provided. The LRLIF plan provides fully paid up life insurance benefits for post-age 64 retired employees and pre-65 retirees who pay for their coverage.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits – Multiple Employer Plan (Continued)

General Information about the Other Postemployment Benefits Plan (Continued)

Contributions. The Group Insurance Board approves contribution rates annually, based on recommendations from the insurance carrier. Recommended rates are based on an annual valuation, taking into consideration an estimate of the present value of future benefits and the present value of future contributions. A portion of employer contributions made during a member's working lifetime funds a post-retirement benefit.

Contribution rates as of December 31, 2018 are:

<u>Coverage Type</u>	<u>Employer Contribution</u>
50% Post Retirement Coverage	40% of employee contribution
25% Post Retirement Coverage	20% of employee contribution

Employee contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating employees must pay monthly contribution rates per \$1,000 of coverage until the age of 65 (age 70 if active). The employee contribution rates in effect for the year ended December 31, 2017 are as listed below:

<u>Attained Age</u>	<u>Basic</u>
Under 30	\$0.05
30-34	0.06
35-39	0.07
40-44	0.08
45-49	0.12
50-54	0.22
55-59	0.39
60-64	0.49
65-69	0.57

During the fiscal reporting period January 1, 2018 through December 31, 2018, the LRLIF recognized \$6,710 in contributions from the employer.

OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At December 31, 2018, the County reported a liability of \$1,047,202 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of January 1, 2017. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The County's proportion of the net OPEB liability was based on the County's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2017, the County's proportion was 0.34807200 percent, which was a decrease of 0.01163100 from its proportion measured as of December 31, 2016.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits – Multiple Employer Plan (Continued)

OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs (Continued)

For the year ended December 31, 2018, the County recognized OPEB expense of \$107,062. At December 31, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 14,754
Changes of Assumptions or Other Input	101,193	-
Net Difference Between Projected and Actual Earnings on OPEB Investments	12,058	-
Change in proportion and differences between employer contributions and proportionate share of contributions	-	24,489
District Contributions Subsequent to the Measurement Date	6,710	-
Total	<u>\$ 119,961</u>	<u>\$ 39,243</u>

\$6,710 reported as deferred outflows of resources related to OPEB resulting from County contributions subsequent to the measurement date will be recognized as a reduction to the net OPEB liability in the year ended December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEBs will be recognized in OPEB expense as follows:

<u>Year Ending December 31:</u>	<u>OPEB Expense Amount</u>
2019	\$ 12,502
2020	12,502
2021	12,502
2022	12,502
2023	9,487
2024	9,487
2025	5,026

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits – Multiple Employer Plan (Continued)

OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs (Continued)

Actuarial assumptions. The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Date	January 1, 2017
Measurement Date of Net OPEB Liability (Asset)	December 31, 2017
Actuarial Cost Method	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield	3.44%
Long-Term Expected Rate of Return	5.00%
Discount Rate	3.63%
Salary Increases:	
Inflation	3.20%
Seniority/Merit	0.2% - 5.6%
Mortality	Wisconsin 2012 Mortality Table

Long-term expected Return on Plan Assets. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Investments for the LRLIF are held with Securian, the insurance carrier. Interest is calculated and credited to the LRLIF based on the rate of return for a segment of the insurance carriers' general fund, specifically 10-year A-Bonds (as a proxy, and not tied to any specific investments). The overall aggregate interest rate is calculated using a tiered approach based on the year the funds were originally invested and the rate of return for that year. Investment interest is credited based on the aggregate rate of return and assets are not adjusted to fair market value. Furthermore, the insurance carrier guarantees the principal amounts of the reserves, including all interest previously credited thereto.

Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return
U.S. Government Bonds	Barclays Government	1%	1.13%
U.S. Credit Bonds	Barclays Credit	65%	2.61%
U.S. Long Credit Bonds	Barclays Long Credit	3%	3.08%
U.S. Mortgages	Barclays MBS	31%	2.19%
Inflation			2.30%
Long-Term Expected Rate of Return			5.00%

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

C. Other Postemployment Benefits – Multiple Employer Plan (Continued)

OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs (Continued)

Single Discount rate. A single discount rate of 3.63% was used to measure the net OPEB liability. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive employees. Therefore, the discount rate for calculating the Total OPEB Liability is equal to the single equivalent rate that results in the same actuarial present value as the long-term expected rate of return applied to benefit payments, to the extent that the plan's fiduciary net position is projected to be sufficient to make projected benefit payments, and the municipal bond rate applied to benefit payment to the extent that the plan's fiduciary net position is projected to be insufficient.

Sensitivity of the County's proportionate share of the net OPEB liability (asset) to changes in the discount rate. The following presents the County's proportionate share of the net OPEB liability (asset) calculated using the discount rate of 3.63 percent, as well as what the County's proportionate share of the net OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.63 percent) or 1-percentage-point higher (4.63 percent) than the current rate:

		1% Decrease (2.63%)	Current Discount Rate (3.63%)	1% Increase (4.63%)
Proportionate share of the Net OPEB Liability (asset)	12/31/18	\$ 1,480,095	\$ 1,047,202	\$ 715,003

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

D. Other Postemployment Benefit Plan Other Than Pensions (OPEB)

The County adopted Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. The County engaged an actuary to determine the County's liability for postemployment healthcare benefits other than pensions.

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

D. Other Postemployment Benefit Plan Other Than Pensions (OPEB) (Continued)

Single-Employer Plan Description

Plan description

The County's plan is a single-employer defined benefit plan used to provide postemployment benefits other than pensions (OPEB). The County Board of Chippewa County is designated as the administrator of the OPEB plan.

Benefits provided

All County employees eligible for retirement under the Wisconsin Retirement System with a minimum of 10 years of service and at least 55 years of age (50 for protective status) may continue coverage under the County's group medical plan until Medicare eligible provided that they self-pay 100% of the required premium.

Employees covered by benefit terms. At December 31, 2018, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	12
Inactive plan members entitled to but not yet receiving benefit payments	0
Active plan members	<u>339</u>
	<u><u>351</u></u>

Contributions

The County funds its other post-employment benefit on a pay-as-you go basis. For fiscal year 2017, the County contributed an estimated \$106,434 to the plan.

Total OPEB Liability

The County does not accumulate assets in a trust for payment of OPEB benefits. Accordingly, the County must report its total OPEB liability. The County's total OPEB liability was determined by an actuarial valuation as of December 31, 2017. At December 31, 2018, the County reported a total OPEB liability of \$1,499,673. Changes in the County's total OPEB liability were as follows:

Balances at December 31, 2017	\$ 1,423,147
Changes for the year:	
Service Cost	132,690
Interest	50,270
Benefit Payments	<u>(106,434)</u>
Net Changes	<u><u>76,526</u></u>
Balances at December 31, 2018	<u><u>\$ 1,499,673</u></u>

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

D. Other Postemployment Benefit Plan Other Than Pensions (OPEB) (Continued)

Single-Employer Plan Description (Continued)

Actuarial assumptions

The total OPEB liability in the actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll
Medical Care Trend	7.5% decreasing by 0.5% per year down to 6.5%, then by 0.1% per year down to 5.0% and level thereafter.
Discount Rate:	3.50%
Municipal Bond Rate Source	Bond Buyer 20 Bond GO Index
Mortality Assumptions	Wisconsin 2012 Mortality Table
Inflation Rate	2.5%

Discount rate

The discount rate used to measure the total OPEB liability was 3.50 percent. The discount rate is based upon all years of projected payments discounted at a municipal bond rate of 3.50%.

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

		1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
Total OPEB Liability	12/31/2018	1,608,176	1,499,673	1,396,958

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

		1% Decrease (6.5% decreasing to 4.0%)	Healthcare Cost Trend Rates (7.5% decreasing to 5.0%)	1% Increase (8.5% decreasing to 6.0%)
Total OPEB Liability	12/31/2018	1,344,642	1,499,673	1,681,335

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

D. Other Postemployment Benefit Plan Other Than Pensions (OPEB) (Continued)

Single-Employer Plan Description (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2018, the County recognized OPEB expense of \$182,960. At December 31, 2018, the County did not report any deferred inflows of resources related to OPEB. The County reported deferred outflows of resources in the amount of \$81,610 resulting from County contributions subsequent to the measurement date which will be recognized as a reduction to the net OPEB liability in the year ended December 31, 2019.

The plan does not issue separate financial statements.

E. Risk Management

The County is exposed to various risks of loss related to torts; thefts of, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains a combination of commercial insurance coverage and self-insurance programs to cover each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County. Settled claims have not exceeded coverage in any of the past three years.

Worker's Compensation Fund. The County is self-insured for workers compensation coverage. This program is funded through "premiums" charged to all County departments based on 3.5% of payroll. Claims are paid directly by the County. Stop-loss insurance is carried and covers individual claims in excess of \$550,000 for each accident and each employee for disease to a maximum statutory limit. In addition to in-house legal and administrative staff, the County retains outside legal and medical expertise for assistance in settling claims. The fund had a net position at December 31, 2018 of \$1,000,000.

Changes in claims liability for 2018 and 2017 were as follows:

	2018	2017
Estimated Claims Outstanding January 1	\$ 1,018,122	\$ 1,242,213
Current Year Claims and Changes in Estimates	440,244	(41,935)
Claim Payments	(360,948)	(182,156)
Estimated Claims Outstanding December 31	<u>\$ 1,097,418</u>	<u>\$ 1,018,122</u>

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

E. Risk Management (Continued)

Liability Insurance Fund. The County has established an internal service fund to account for transactions associated with its insurance coverage through WMMIC (see below) and to account for funds set aside for financing other liability insurance claims against the County.

Wisconsin Municipal Mutual Insurance Company (WMMIC) is a mutual company operating solely within the property and liability insurance industry. WMMIC was formed pursuant to an intergovernmental charter-contract in 1987 by municipal members. WMMIC was organized to provide property and liability insurance and risk management services to participant municipalities. As of December 31, 2018, WMMIC was owned by seventeen municipalities. Responsibility for the operation and management of WMMIC is vested in its board of directors which is comprised of various municipal officials.

WMMIC issued tax-exempt revenue bonds totaling \$13,935,000 in 1987 to provide capital for its operations. Each member, in turn, severally issued general obligation promissory notes at an aggregate amount equal to the revenue bonds and invested the proceeds in WMMIC. The County's initial investment in WMMIC was \$750,327 which is reflected in the internal service fund's statement of net position. The debt issued by the County to finance this investment was fully retired in 1997. The County's allocated share of WMMIC's member equity at December 31, 2018 and 2017 was \$946,178 and \$990,486, respectively, and represented 3.21% and 3.22%, respectively, of the total member equity at those dates.

Liability insurance provided the members through WMMIC is to provide coverage in excess of prescribed self-insured amounts. WMMIC has contracted with a reinsurance company to cover losses (in excess of the self-insured retention of each member) which exceed \$1,000,000 per occurrence up to a maximum loss of \$10,000,000 per occurrence. WMMIC retains the first \$1,000,000 of the excess over the self-insurance retention. The members incur all losses greater than \$10,000,000 per occurrence or greater than \$30,000,000 of aggregate losses in a policy year. Losses paid by WMMIC plus administrative costs are to be recovered through premiums of the participating pool of municipalities. A list of members and their share of participation is in WMMIC's financial report which is available from: Wisconsin Municipal Mutual Insurance Company, 4785 Hayes Road, Madison, WI 53704-7364.

The County's annual self-insured limit has been established at \$150,000 per occurrence with an annual aggregate self-insured retention (SIR) for all losses of \$450,000 for the 2018 policy year. Each member is required to maintain a segregated fund on deposit with WMMIC. This fund is used by WMMIC to pay claims charged to the member and is subject to replenishment by the member on a quarterly basis (or more frequently, if necessary). The amount of the deposit has been currently set at \$250,000 for the County. WMMIC has also set a policy that each member should maintain, in a segregated fund, cash reserves equal to one year's SIR plus incurred but not reported claims (IBNRs) less SIR funds on deposit with WMMIC.

CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 3 OTHER INFORMATION (CONTINUED)

E. Risk Management (Continued)

Liability Insurance Fund (Continued) The self-funded liability insurance fund had a net position of \$368,847 and \$314,253 at December 31, 2018 and 2017, respectively, and consisted of the following components:

	2018	2017
Accounts Receivable	\$ 34,829	\$ 40,039
Investment in WMMIC	750,327	750,327
Cash and Investments Held by County	219,878	-
Deposits with WMMIC	234,191	243,551
Accounts Payable	(677)	(1,640)
Due to General Fund	-	(27,459)
Accrued Unpaid Losses	(869,701)	(690,565)
Net Position December 31	<u>\$ 368,847</u>	<u>\$ 314,253</u>

The liability recorded for unpaid losses at December 31, 2018 was determined by actuaries contracted by WMMIC based on claim adjusters evaluations and other estimates. The liability includes those for incurred but not reported (IBNRs) losses. The liability represents the present value of the expected level of unpaid losses for the years of operations under WMMIC. Chippewa County's policy is to set its liability at the 90% confidence level.

Changes in claims liability for 2018 and 2017 were as follows:

	2018	2017
Estimated Claims Outstanding January 1	\$ 690,565	\$ 682,894
Current Year Claims and Changes in Estimates	383,306	155,273
Claim Payments	(204,170)	(147,602)
Estimated Claims Outstanding December 31	<u>\$ 869,701</u>	<u>\$ 690,565</u>

F. Contingencies

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

**CHIPPEWA COUNTY, WISCONSIN
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018**

NOTE 3 OTHER INFORMATION (CONTINUED)

G. Change in Accounting Principle

During the year ended December 31, 2018, the County adopted GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* in relation to its participation in the State Local Retiree Life Insurance Fund and County postemployment benefits plans. This pronouncement requires the restatement of the December 31, 2018 net position of the governmental activities and highway internal service fund as follows:

	Governmental Activities	Highway Internal Service Fund
Net Position, December 31, 2017, as Previously Reported	\$ 163,989,848	\$ 16,547,656
Cumulative Affect of Application of GASB 75, Net OPEB Liability Related to State Life Insurance Multiple-Employer Plan	(866,733)	(189,177)
Cumulative Affect of Application of GASB 75, Total OPEB Liability Related to the County's Single-Employer Plan	<u>(700,858)</u>	<u>(149,042)</u>
Net Position, December 31, 2017, as Restated	<u><u>\$ 162,422,257</u></u>	<u><u>\$ 16,209,437</u></u>

H. Stewardship and Accountability

Actual expenditures exceeded budgeted amounts in the Human Services Fund by \$661,080, and in the WRRWC Fund by \$4,854,429. These overages were determined to be necessary and authorized by the Board.

REQUIRED SUPPLEMENTARY INFORMATION

**CHIPPEWA COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE –
GENERAL FUND
YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 17,211,187	\$ 17,211,187	\$ 17,296,353	\$ 85,166
Intergovernmental	7,725,124	7,725,124	7,426,015	(299,109)
Licenses and Permits	545,144	545,144	640,186	95,042
Fines and Forfeits	180,000	180,000	184,990	4,990
Public Charges for Services	3,244,251	3,296,251	3,513,318	217,067
Intergovernmental Charges for Services	162,059	162,059	377,546	215,487
Miscellaneous:				
Investment Income	230,000	230,000	603,479	373,479
Increase (Decrease) in Fair Value of Investments	-	-	32,186	32,186
Rent	27,540	27,540	26,063	(1,477)
Sale of Property	1,200	1,200	322	(878)
Profit on Tax Deed Sales	61,000	61,000	110,794	49,794
Other	234,120	234,120	263,962	29,842
Total Revenues	29,621,625	29,673,625	30,475,214	801,589
EXPENDITURES				
General Government	9,514,112	10,000,009	8,577,374	1,422,635
Public Safety	8,856,464	12,246,427	9,359,538	2,886,889
Public Works	7,299,103	7,299,103	7,271,238	27,865
Health and Human Services	2,713,726	2,713,726	2,542,002	171,724
Culture, Recreation and Education	1,498,596	1,513,596	1,649,024	(135,428)
Conservation and Development	3,644,254	3,761,001	2,658,835	1,102,166
Total Expenditures	33,526,255	37,533,862	32,058,011	5,475,851
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,904,630)	(7,860,237)	(1,582,797)	6,277,440
OTHER FINANCING SOURCES (USES)				
Transfers In	2,694,468	2,694,468	3,250,718	556,250
Transfers Out	(16,000)	(16,000)	(524,392)	(508,392)
Total Other Financing Sources (Uses)	2,678,468	2,678,468	2,726,326	47,858
NET CHANGE IN FUND BALANCE	(1,226,162)	(5,181,769)	1,143,529	6,325,298
Fund Balance - Beginning of Year, January 1	23,066,231	23,066,231	23,066,231	-
FUND BALANCE - END OF YEAR	<u>\$ 21,840,069</u>	<u>\$ 17,884,462</u>	<u>\$ 24,209,760</u>	<u>\$ 6,325,298</u>

**CHIPPEWA COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE –
HUMAN SERVICES FUND
YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 1,958,822	\$ 1,958,822	\$ 1,958,822	\$ -
Intergovernmental	3,768,053	3,768,053	3,873,734	105,681
Public Charges for Services	282,451	282,451	242,510	(39,941)
Total Revenues	6,009,326	6,009,326	6,075,066	65,740
EXPENDITURES				
Health and Human Services	6,074,421	6,074,421	6,735,501	(661,080)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(65,095)	(65,095)	(660,435)	(595,340)
OTHER FINANCING SOURCES (USES)				
Transfers In	111,695	111,695	143,119	31,424
Transfers Out	(46,600)	(46,600)	-	46,600
Total Other Financing Sources (Uses)	65,095	65,095	143,119	78,024
NET CHANGE IN FUND BALANCE	-	-	(517,316)	(517,316)
Fund Balance - Beginning of Year	1,000,000	1,000,000	1,000,000	-
FUND BALANCE - END OF YEAR	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 482,684</u>	<u>\$ (517,316)</u>

**CHIPPEWA COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE –
COUNTY SALES TAX FUND
YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 5,100,500	\$ 5,100,500	\$ 5,981,741	\$ 881,241
Miscellaneous:				
Interest	7,000	7,000	66,538	59,538
Total Revenues	5,107,500	5,107,500	6,048,279	940,779
EXPENDITURES	-	-	-	-
EXCESS OF REVENUES OVER EXPENDITURES	5,107,500	5,107,500	6,048,279	940,779
OTHER FINANCING USES				
Transfers Out	(5,601,229)	(5,601,229)	(5,600,806)	(423)
NET CHANGE IN FUND BALANCE	(493,729)	(493,729)	447,473	940,356
Fund Balance - Beginning of Year	7,280,480	7,280,480	7,280,480	-
FUND BALANCE - END OF YEAR	<u>\$ 6,786,751</u>	<u>\$ 6,786,751</u>	<u>\$ 7,727,953</u>	<u>\$ 940,356</u>

**CHIPPEWA COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE –
WRRWC FUND
YEAR ENDED DECEMBER 31, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	\$ 200,038	\$ 200,038	\$ 200,038	\$ -
Intergovernmental	1,770,506	1,770,506	10,897,642	9,127,136
Public Charges for Services	5,069,683	5,069,683	502,266	(4,567,417)
Intergovernmental Charges for Services	-	-	437,829	437,829
Total Revenues	<u>7,040,227</u>	<u>7,040,227</u>	<u>12,037,775</u>	<u>4,997,548</u>
EXPENDITURES				
Health and Human Services	<u>7,040,227</u>	<u>7,040,227</u>	<u>11,894,656</u>	<u>(4,854,429)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	143,119	143,119
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>-</u>	<u>-</u>	<u>(143,119)</u>	<u>(143,119)</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF CHANGES IN THE COUNTY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS
 (SHOWN PROSPECTIVELY FROM IMPLEMENTATION)

	<u>2018</u>
Total OPEB Liability	
Service Cost	\$ 132,690
Interest	50,270
Benefit Payments	<u>(106,434)</u>
Net Change in Total OPEB Liability	76,526
Total OPEB Liability - Beginning	<u>1,423,147</u>
Total OPEB Liability - Ending	<u><u>1,499,673</u></u>
 Covered Employee Payroll	 18,462,997
 County's Total OPEB Liability as a Percentage of Covered Employee Payroll	 8.12%

CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF PROPORTIONATE SHARE OF
WISCONSIN RETIREMENT SYSTEM NET PENSION LIABILITY (ASSET)
LAST TEN FISCAL YEARS
(SHOWN PROSPECTIVELY FROM IMPLEMENTATION)

Measurement Date:	<u>12/31/2014</u>	<u>12/31/2015</u>	<u>12/31/2016</u>	<u>12/31/2017</u>
County's proportion of the net pension liability (asset)	0.13646909%	0.13404332%	0.13390376%	0.13358218%
County's proportionate share of the net pension liability (asset)	\$ (3,352,054)	\$ 2,178,178	\$ 1,103,687	\$ (3,966,213)
County's covered payroll	\$ 18,214,274	\$ 18,109,202	\$ 18,476,595	\$ 18,896,896
County's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	18.40%	12.03%	5.97%	20.99%
Plan fiduciary net position as a percentage of the total pension liability (asset)	102.74%	98.20%	99.12%	102.93%

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF CONTRIBUTIONS TO
WISCONSIN RETIREMENT SYSTEM PENSION PLAN
LAST TEN FISCAL YEARS
(SHOWN PROSPECTIVELY FROM IMPLEMENTATION)**

Fiscal Year End: December 31,	2015	2016	2017	2018
Contractually Required Contribution	\$ 1,280,680	\$ 1,271,761	\$ 1,358,750	\$ 1,395,010
Contributions in Relation to the Contractually Required Contributions	(1,280,680)	(1,271,761)	(1,358,750)	(1,395,010)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's Covered Payroll	\$ 18,109,202	\$ 18,476,595	\$ 18,896,897	\$ 19,644,637
Contributions as a Percentage of Covered Payroll	7.07%	6.88%	7.19%	7.10%

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

Changes of Assumptions. There were no charges in the assumptions.

CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
WISCONSIN LOCAL RETIREE LIFE INSURANCE FUND OPEB PLAN
LAST TEN FISCAL YEARS
(SHOWN PROSPECTIVELY FROM IMPLEMENTATION)

Measurement Date: December 31,	<u>2017</u>
County's proportion of the net OPEB liability (asset)	0.34807200%
County's proportionate share of the net OPEB liability (asset)	\$ 1,047,202
County's covered payroll	\$ 14,637,423
County's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	7.15%
Plan fiduciary net position as a percentage of the total OPEB liability (asset)	44.81%

**CHIPPEWA COUNTY, WISCONSIN
SCHEDULE OF COUNTY'S CONTRIBUTIONS TO
WISCONSIN LOCAL RETIREE LIFE INSURANCE FUND OPEB PLAN
LAST TEN FISCAL YEARS
(SHOWN PROSPECTIVELY FROM IMPLEMENTATION)**

Year Ended: December 31,	<u>2018</u>
Contractually Required Contributions	\$ 6,710
Contributions in Relation to the Contractually Required Contributions	<u>(6,710)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>
County's Covered Payroll	\$ 14,637,423
Contributions as a Percentage of Covered Payroll	0.05%

Changes of Benefit Terms. There were no changes of benefit terms for any participating employer in LRLIF.

Changes of Assumptions. There were no changes in the assumptions.

CHIPPEWA COUNTY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2018

GASB Statement No. 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information for the general fund, human services fund, county sales tax fund, and WRRWC fund is derived from the County's annual operating budget. The CDBG grant program is administered by the housing authority and is not included in the County's annual budget. Accordingly, a budgetary comparison schedule has not been presented for the CDBG grant fund.

The County's annual operating budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The County's legal budget is adopted at the major function level in the general fund (i.e., general government) and at the fund level in all other funds. The County exercises budgetary expenditure control at the department level.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2018**

	Special Revenue Funds				
	Public Health	Shelter Care	Dog Licenses	Aging and Disability Resource Center	Land Management
ASSETS					
Treasurer's Cash and Investments	\$ 61,879	\$ 25,712	\$ 46,802	\$ 304,806	\$ 350,883
Departmental Cash and Investments	-	-	-	4,693	-
Taxes Receivable	175,543	-	-	154,335	-
Accounts Receivable	5,396	-	1,969	70,415	-
Due from Other Governmental Units	64,178	-	-	292,212	-
Due from Fiduciary Funds	-	-	-	-	-
Installment Loans Receivable	-	-	-	-	-
Total Assets	<u>\$ 306,996</u>	<u>\$ 25,712</u>	<u>\$ 48,771</u>	<u>\$ 826,461</u>	<u>\$ 350,883</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ 9,319	\$ -	\$ 46,695	\$ 53,414	\$ -
Due to Other Governmental Units	-	-	1,076	-	5,180
Unearned Revenues	-	-	-	68,712	-
Total Liabilities	<u>9,319</u>	<u>-</u>	<u>47,771</u>	<u>122,126</u>	<u>5,180</u>
DEFERRED INFLOWS OF RESOURCES					
Subsequent Year's Property Taxes	175,543	-	-	154,335	-
Unavailable Revenue - Long-Term Receivables	-	-	-	-	-
Total Deferred Inflows of Resources	<u>175,543</u>	<u>-</u>	<u>-</u>	<u>154,335</u>	<u>-</u>
FUND BALANCES					
Restricted	122,134	25,712	-	-	-
Committed	-	-	1,000	550,000	345,703
Total Fund Balances	<u>122,134</u>	<u>25,712</u>	<u>1,000</u>	<u>550,000</u>	<u>345,703</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 306,996</u>	<u>\$ 25,712</u>	<u>\$ 48,771</u>	<u>\$ 826,461</u>	<u>\$ 350,883</u>

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2018**

	<u>Special Revenue Funds (Continued)</u>			<u>Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Jail Assessment Fees</u>	<u>Economic Development</u>	<u>Total Special Revenue Funds</u>	<u>2018 Capital Projects Fund</u>	
ASSETS					
Treasurer's Cash and Investments	\$ 110,522	\$ 404,742	\$ 1,305,346	\$ 6,034,174	\$ 7,339,520
Departmental Cash and Investments	-	-	4,693	-	4,693
Taxes Receivable	-	-	329,878	-	329,878
Accounts Receivable	610	-	78,390	-	78,390
Due from Other Governmental Units	-	-	356,390	-	356,390
Due from Fiduciary Funds	4,374	-	4,374	-	4,374
Installment Loans Receivable	-	230,525	230,525	-	230,525
Total Assets	<u>\$ 115,506</u>	<u>\$ 635,267</u>	<u>\$ 2,309,596</u>	<u>\$ 6,034,174</u>	<u>\$ 8,343,770</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ 1,449	\$ -	\$ 110,877	\$ -	\$ 110,877
Due to Other Governmental Units	-	-	6,256	-	6,256
Unearned Revenues	-	-	68,712	-	68,712
Total Liabilities	<u>1,449</u>	<u>-</u>	<u>185,845</u>	<u>-</u>	<u>185,845</u>
DEFERRED INFLOWS OF RESOURCES					
Subsequent Year's Property Taxes	-	-	329,878	-	329,878
Unavailable Revenue - Long-Term Receivables	-	230,525	230,525	-	230,525
Total Deferred Inflows of Resources	<u>-</u>	<u>230,525</u>	<u>560,403</u>	<u>-</u>	<u>560,403</u>
FUND BALANCES					
Restricted	114,057	-	261,903	6,034,174	6,296,077
Committed	-	404,742	1,301,445	-	1,301,445
Total Fund Balances	<u>114,057</u>	<u>404,742</u>	<u>1,563,348</u>	<u>6,034,174</u>	<u>7,597,522</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 115,506</u>	<u>\$ 635,267</u>	<u>\$ 2,309,596</u>	<u>\$ 6,034,174</u>	<u>\$ 8,343,770</u>

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2018**

	Special Revenue Funds				
	Public Health	Shelter Care	Dog Licenses	Aging and Disability Resource Center	Land Management
REVENUES					
Taxes	\$ 236,101	\$ -	\$ -	\$ 126,823	\$ -
Intergovernmental	708,868	-	-	1,440,099	57,064
Licenses and Permits	165,254	-	48,012	-	-
Jail Assessment Fees	-	-	-	-	-
Public Charges for Services	85,299	-	-	174,200	103,614
Interest	-	-	-	-	-
Other	5,064	-	-	99,188	-
Total Revenues	1,200,586	-	48,012	1,840,310	160,678
EXPENDITURES					
Public Safety	-	-	-	-	-
Health and Human Services	1,194,666	-	48,012	1,834,665	-
Conservation and Development	-	-	-	-	22,240
Total Expenditures	1,194,666	-	48,012	1,834,665	22,240
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,920	-	-	5,645	138,438
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Transfers Out:					
General Fund	(39,889)	-	-	(15,937)	(91,071)
Total Other Financing Sources (Uses)	(39,889)	-	-	(15,937)	(91,071)
NET CHANGE IN FUND BALANCES	(33,969)	-	-	(10,292)	47,367
Fund Balances - Beginning of Year	156,103	25,712	1,000	560,292	298,336
FUND BALANCES - END OF YEAR	<u>\$ 122,134</u>	<u>\$ 25,712</u>	<u>\$ 1,000</u>	<u>\$ 550,000</u>	<u>\$ 345,703</u>

**CHIPPEWA COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (COMBINED)
YEAR ENDED DECEMBER 31, 2018**

	<u>Special Revenue Funds (Continued)</u>			<u>Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Jail Assessment Fees</u>	<u>Economic Development</u>	<u>Total Special Revenue Funds</u>	<u>2018 Capital Projects Fund</u>	
REVENUES					
Taxes	\$ -	\$ -	\$ 362,924	\$ -	\$ 362,924
Intergovernmental	-	-	2,206,031	-	2,206,031
Licenses and Permits	-	-	213,266	-	213,266
Jail Assessment Fees	61,438	-	61,438	-	61,438
Public Charges for Services	-	-	363,113	-	363,113
Interest	-	5,580	5,580	34,174	39,754
Other	-	45,347	149,599	-	149,599
Total Revenues	61,438	50,927	3,361,951	34,174	3,396,125
EXPENDITURES					
Public Safety	50,118	-	50,118	-	50,118
Health and Human Services	-	-	3,077,343	-	3,077,343
Conservation and Development	-	-	22,240	-	22,240
Total Expenditures	50,118	-	3,149,701	-	3,149,701
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	11,320	50,927	212,250	34,174	246,424
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	6,000,000	6,000,000
Transfers Out:					
General Fund	-	-	(146,897)	-	(146,897)
Total Other Financing Sources (Uses)	-	-	(146,897)	6,000,000	5,853,103
NET CHANGE IN FUND BALANCES	11,320	50,927	65,353	6,034,174	6,099,527
Fund Balances - Beginning of Year	102,737	353,815	1,497,995	-	1,497,995
FUND BALANCES - END OF YEAR	<u>\$ 114,057</u>	<u>\$ 404,742</u>	<u>\$ 1,563,348</u>	<u>\$ 6,034,174</u>	<u>\$ 7,597,522</u>

SCHEDULE B-1

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2018
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2017)**

	<u>2018</u>	<u>2017</u>
ASSETS		
Treasurer's Cash and Investments	\$ 21,498,708	\$ 22,318,650
Departmental Cash	2,416	2,415
Taxes Receivable:		
Current Taxes Receivable	16,584,968	16,206,444
Delinquent Taxes Receivable	843,862	1,073,493
Tax Deeds Owned by County	39,489	23,944
Accounts Receivable	312,494	416,441
Due from Other Governments	721,792	449,438
Due from Other Funds:		
Farm Land Development Fund	295,901	-
WRRWC Fund	2,871,048	1,018,533
CDBG Grant Fund	30,000	30,000
Due from Fiduciary Funds	62,211	42,974
Prepaid Items	<u>74,367</u>	<u>86,244</u>
 Total Assets	 <u>\$ 43,337,256</u>	 <u>\$ 41,668,576</u>
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Vouchers and Accounts Payable	\$ 1,018,929	\$ 1,064,086
Payroll Deductions	638,007	625,868
Due to Other Governmental Units	817,181	473,134
Unearned Revenues	<u>68,411</u>	<u>232,813</u>
Total Liabilities	2,542,528	2,395,901
 DEFERRED INFLOWS OF RESOURCES		
Subsequent Year's Property Taxes	16,584,968	16,206,444
 FUND BALANCE		
Nonspendable:		
Delinquent Taxes	883,351	1,097,437
Prepaid Items	74,367	86,244
Assigned	12,508,952	11,493,375
Unassigned	<u>10,743,090</u>	<u>10,389,175</u>
Total Fund Balance	<u>24,209,760</u>	<u>23,066,231</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	 <u>\$ 43,337,256</u>	 <u>\$ 41,668,576</u>

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018		Variance -	2017
	Final Budget	Actual	Positive (Negative)	Actual
REVENUES:				
Taxes:				
General Property Taxes	\$ 16,206,444	\$ 16,206,444	\$ -	\$ 15,593,016
Payment in Lieu of Taxes	36,000	29,991	(6,009)	36,286
Forest Crop Taxes	13,000	31,874	18,874	19,899
Sales Taxes	-	134	134	135
Vehicle Registration Fees	563,743	563,743	-	552,943
Real Estate Transfer Fees - County Share	140,000	205,784	65,784	165,153
Interest on Taxes	250,000	247,715	(2,285)	232,109
Agricultural Land Conversion Penalty	2,000	10,668	8,668	1,223
Total Taxes	17,211,187	17,296,353	85,166	16,600,764
Intergovernmental:				
Shared Taxes from State	2,540,628	2,559,411	18,783	2,509,841
Tax Exempt Computer Aid	103,384	103,384	-	101,886
Guardian Ad Litem	55,478	58,290	2,812	57,196
Victim/Witness Program	90,970	80,807	(10,163)	84,097
Court Grant	221,514	222,540	1,026	222,187
Criminal Justice Coordinator	247,489	228,166	(19,323)	148,351
Drug Abuse Program	5,750	10,434	4,684	11,663
Snowmobile Enforcement Patrol	13,697	18,458	4,761	16,803
Responsible Unit Grant	111,465	111,465	-	111,465
Recycling Grant	106,501	107,073	572	106,501
Clean Sweep Grant	9,000	10,415	1,415	10,500
Water Safety Patrol	20,625	22,504	1,879	34,319
All Terrain Vehicle Patrol	13,535	18,489	4,954	22,550
SARA Program	17,000	17,902	902	18,126
Emergency Government - Special Grants	10,000	10,763	763	335
Targeted Runoff Management Grants	220,000	-	(220,000)	-
Conservation Reserve Enhancement Program	54,621	628	(53,993)	642
Planning and Zoning Aids	-	-	-	5,000
District Attorney	15,757	26,057	10,300	27,467
SARA HAZMAT Equipment Grant	10,000	8,077	(1,923)	8,996
Lake Protection Grant	30,000	-	(30,000)	-
Police Training	9,280	13,669	4,389	11,494
Sheriff Department Grants	28,500	29,070	570	23,592

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018		Variance -	
	Final Budget	Actual	Positive (Negative)	2017 Actual
REVENUES (CONTINUED)				
Intergovernmental: (Continued)				
County Trunk Highways	\$ 1,565,413	\$ 1,565,413	\$ -	\$ 1,361,229
Local Road Improvement Program	425,896	425,896	-	7,422
State Aid - Bridge Aid	-	-	-	1,176
Child Support	729,277	716,729	(12,548)	714,422
Veterans Service Officer	11,500	11,500	-	7,695
Snowmobile Trail Advances	141,050	157,995	16,945	197,578
All Terrain Vehicle Trails	331,356	468,882	137,526	25,660
Wildlife Habitat Management	1,720	1,616	(104)	1,624
Forest Administration	43,879	34,405	(9,474)	33,039
Forest Roads	6,048	5,655	(393)	5,704
State Aid - SWIRM	254,051	283,901	29,850	175,485
County Forest Trails	207,800	6,338	(201,462)	5,184
Wildlife Damage Abatement	19,940	32,626	12,686	28,902
Emergency Government	52,000	57,457	5,457	58,562
Total Intergovernmental	7,725,124	7,426,015	(299,109)	6,158,453
Licenses and Permits:				
Large Assembly Licenses	1,000	1,000	-	1,000
Marriage License Fees	13,000	12,280	(720)	12,110
Marriage License Fees for Social Services	7,500	7,880	380	7,820
Conservation License Fees	400	340	(60)	331
Environmental Impact Fees	4,357	4,357	-	4,507
Zoning Permits	166,596	200,958	34,362	168,051
Building Inspection Fees	106,791	165,163	58,372	166,110
Gravel Pit Permits	245,000	248,088	3,088	293,474
Occupational Driver's Licenses	500	120	(380)	70
Total Licenses and Permits	545,144	640,186	95,042	653,473
Fines and Forfeits:				
County Ordinance Forfeitures	100,000	100,922	922	95,514
County Share of State Fines and Forfeitures	80,000	84,068	4,068	69,717
Total Fines and Forfeits	180,000	184,990	4,990	165,231

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018		Variance -	2017
	Final Budget	Actual	Positive (Negative)	Actual
REVENUES (CONTINUED)				
Public Charges for Services:				
County Clerk Fees	\$ 13,000	\$ 13,965	\$ 965	\$ 13,883
Treasurer Fees	2,700	2,858	158	2,734
Register of Deeds Fees	285,000	290,134	5,134	305,518
Uniform Address Fees	4,000	6,810	2,810	4,750
Surveyor Fees	5,000	5,086	86	6,534
Sign Replacement Revenues	5,775	7,790	2,015	7,455
Passport Revenues	50,000	62,686	12,686	56,294
Circuit Court Fees and Costs	180,000	225,156	45,156	195,866
Criminal Justice Coordinator	37,000	29,634	(7,366)	28,908
Mediation Fees	7,100	7,555	455	6,435
Bond Forfeiture Revenues	12,000	5,506	(6,494)	7,584
Attorney Fee Reimbursements	27,500	30,427	2,927	29,780
Register in Probate Fees	20,000	14,665	(5,335)	16,270
Guardian Ad Litem Revenue	58,039	74,539	16,500	81,528
Guardianship Revenue	6,450	10,291	3,841	11,450
Probate Attorney Fees	1,300	1,015	(285)	758
Youth Court Program Fees	2,000	500	(1,500)	610
Restitution Surcharge Fees	15,000	41,976	26,976	25,297
Ignition Interlock Surcharge Fees	6,000	6,458	458	5,536
Chapter 51/55 Legal Fees	400	38	(362)	50
Prosecution Revenues	800	880	80	520
Sale of Maps and Plats	5,000	9,085	4,085	19,634
Sheriff Fees	45,000	116,212	71,212	43,011
Reserve Officers Revenues	129,850	133,541	3,691	149,040
Board of Prisoners - Huber	163,625	203,540	39,915	156,228
Jail Revenues	21,040	24,006	2,966	22,015
Jail Canteen Fund	122,400	163,843	41,443	129,762
Electronic Monitoring Revenue	87,235	60,218	(27,017)	67,248
Range Usage Fees	11,515	17,869	6,354	15,240
DNA Testing Fee	-	2,640	2,640	2,570
Coroner Fees	50,500	57,465	6,965	52,250
All Terrain Vehicle Class Fees	100	430	330	320
Water Patrol Class Fees	100	190	90	180
Snowmobile Training Class Fees	100	390	290	260
Health Clinic Revenue	84,671	85,152	481	44,759
Home Nursing Revenue	1,102,713	828,915	(273,798)	877,849
Child Support Collections	18,800	15,049	(3,751)	16,877
County Parks Revenue	151,698	169,870	18,172	171,576

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018		Variance -	2017
	Final		Positive	Actual
	Budget	Actual	(Negative)	
REVENUES (CONTINUED)				
Public Charges for Services: (Continued)				
Trail Fee Revenues	\$ 15,000	\$ 14,382	\$ (618)	\$ 15,012
Tree Planter Rental Fees	500	520	20	340
University Extension Revenue	15,690	16,132	442	14,210
CREP Revenue	1,080	822	(258)	2,856
Land Conservation - Engineering Services	7,500	16,067	8,567	17,400
Land Conservation - Technical Services	15,493	6,010	(9,483)	2,540
Land Conservation - Municipal Service Fee	10,000	4,000	(6,000)	4,000
Plan Review Fees	-	26,355	26,355	-
District Attorney Revenues	7,500	10,573	3,073	13,461
County Forest Revenues	425,712	630,995	205,283	439,615
Solid Waste Disposal	800	371	(429)	564
Solid Waste Tire Facility	16,000	15,491	(509)	13,087
Community Well Water Fee	30,591	35,442	4,851	28,537
Recycling Revenues	16,974	9,774	(7,200)	15,835
Total Public Charges for Services	3,296,251	3,513,318	217,067	3,144,036
Intergovernmental Charges for Services:				
Board of Prisoners from Other Governments	94,900	310,954	216,054	215,979
Information System Revenues	57,159	57,663	504	54,769
Elections	10,000	8,929	(1,071)	11,459
Total Intergovernmental Charges for Services	162,059	377,546	215,487	282,207
Miscellaneous:				
Investment Income	230,000	603,479	373,479	309,338
Increase (Decrease) in Fair Value of Investments	-	32,186	32,186	(63,490)
Rent of County Offices and Buildings	1,500	-	(1,500)	2,264
Radio Tower Lease Revenue	26,040	26,063	23	26,058
Copy Machine/Offset Revenue	21,600	8,312	(13,288)	14,445
Clerk of Court Copy Machine Revenue	500	28	(472)	105
Sale of County Property	1,000	122	(878)	128
Sale of Sheriff Property	200	200	-	27,400
Profit on Tax Deed Sales	61,000	110,794	49,794	1,008,399
TIF District Refunds	120	-	(120)	40,780
Insurance Recoveries	30,000	6,383	(23,617)	83,850
Insurance Dividends	50,000	51,592	1,592	45,153
Refund of Prior Years Expenses	-	749	749	1,411
Youth Court Program Donations	6,000	7,314	1,314	10,243
Land Conservation Private Grants and Donations	65,000	72,766	7,766	50,000
Energy Grants and Rebates	-	3,416	3,416	-
Sheriff Donations	2,000	12,898	10,898	30,370
Sundry Departmental Revenues	6,200	15,839	9,639	34,325
Land Conservation Revenue	7,500	7,076	(424)	7,801
Maintenance Miscellaneous Revenue	-	242	242	329
Emergency Government Miscellaneous Revenue	-	500	500	250
Forest and Parks Miscellaneous Revenue	200	17,028	16,828	1,556
Other Miscellaneous Revenues	45,000	59,819	14,819	22,478
Total Miscellaneous	553,860	1,036,806	482,946	1,653,193
Total Revenues	29,673,625	30,475,214	801,589	28,657,357

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018		Variance - Positive (Negative)	2017 Actual
	Final Budget	Actual		
EXPENDITURES				
General Government:				
County Board	\$ 163,104	\$ 122,727	\$ 40,377	\$ 149,163
Circuit Court	1,868,417	1,759,641	108,776	1,633,037
Mediation Program	25,000	25,000	-	25,000
Register in Probate	201,899	201,002	897	195,726
Youth Court Program	8,000	4,594	3,406	5,327
Family Court Commissioner	25,580	26,879	(1,299)	26,776
Coroner	118,090	153,717	(35,627)	116,500
County Clerk	222,667	226,663	(3,996)	199,498
County Administrator	321,072	272,352	48,720	339,058
Elections	48,098	44,337	3,761	21,025
Personnel	298,885	282,873	16,012	260,861
Information Systems	792,543	780,064	12,479	764,148
Copy Machine/Offset	21,600	6,261	15,339	12,410
Finance	320,088	301,203	18,885	295,166
Finance Carryover	-	-	-	13,047
Personal Property Chargeback Expenses	500	279	221	152
Assessments	425	-	425	157
County Treasurer	379,323	368,984	10,339	364,360
Independent Auditing	29,061	26,212	2,849	26,212
Special Accounting	8,000	7,765	235	7,611
District Attorney	468,769	448,099	20,670	414,320
Crime Victim/Witness Program	229,748	229,191	557	228,168
Corporate Counsel	296,183	310,110	(13,927)	309,700
Register of Deeds	346,657	322,016	24,641	343,470
Register of Deeds Redaction Expenses	-	-	-	19,581
Land Records Program Local	261,445	252,603	8,842	250,709
Tax Deed Expense	56,000	32,115	23,885	12,202
Courthouse	1,978,592	1,369,927	608,665	1,290,362
Radio Towers	92,650	40,574	52,076	30,345
Facilities Improvements	66,892	31,523	35,369	39,752
Security Plan	431,612	346,391	85,221	113,958

CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)

	2018		Variance -	2017
	Final Budget	Actual	Positive (Negative)	Actual
EXPENDITURES (CONTINUED)				
General Government: (Continued)				
Property and Liability Insurance	\$ 221,400	\$ 223,083	\$ (1,683)	\$ 297,508
Health Program Expenses	75,000	65,201	9,799	53,310
Maps and Plat Books	5,000	24,526	(19,526)	35,455
Sundry Department Expenses	3,300	675	2,625	390
Contingency	315,000	-	315,000	-
Computer Outlay	299,409	270,787	28,622	411,745
Total General Government	10,000,009	8,577,374	1,422,635	8,306,209
Public Safety:				
Sheriff	854,128	865,106	(10,978)	825,418
Investigations	588,343	611,143	(22,800)	570,738
Patrol	1,959,296	2,084,046	(124,750)	1,933,635
Sheriff's Department Training and Equipment	3,793,671	565,238	3,228,433	67,048
Reserve Officers	129,850	143,372	(13,522)	134,360
Snowmobile Patrol	17,203	17,320	(117)	12,308
Rifle Range	35,590	26,007	9,583	10,710
Water Safety Patrol	32,725	24,488	8,237	84,343
All Terrain Vehicle Trail Patrol	17,003	15,765	1,238	26,918
Police Radio	48,814	35,500	13,314	70,678
Fire Suppression	5,000	782	4,218	-
Building Inspection Fund	96,791	95,518	1,273	93,293
Emergency Government	126,184	124,904	1,280	123,263
SARA Program (Hazardous Materials)	41,896	37,300	4,596	40,274
Special Grants - Emergency Government	10,000	10,763	(763)	335
County Jail	3,104,096	3,174,875	(70,779)	2,918,222
Jail Canteen Fund	122,400	157,661	(35,261)	116,484
Telecommunications	1,157,809	1,265,039	(107,230)	1,184,347
Uniform Addressing	105,628	104,711	917	104,477
Total Public Safety	12,246,427	9,359,538	2,886,889	8,316,851

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018		Variance -	2017
	Final	Actual	Positive	Actual
	Budget		(Negative)	
EXPENDITURES (CONTINUED)				
Public Works:				
County Trunk Highway System (see Schedule E-4)	\$ 6,876,648	\$ 6,876,648	\$ -	\$ 6,242,429
Recycling	292,184	264,319	27,865	257,906
Airport	130,271	130,271	-	128,981
Total Public Works	7,299,103	7,271,238	27,865	6,629,316
Health and Human Services:				
Public Health Nurse	396,743	438,481	(41,738)	444,191
Home Nursing Program	1,275,104	1,098,297	176,807	1,071,310
Health Clinics	43,000	38,992	4,008	38,425
Child Support	779,143	747,494	31,649	756,532
Veterans' Service Officer	211,796	211,568	228	207,427
Veterans' Relief	6,790	6,521	269	5,083
Care of Veterans' Graves	1,150	649	501	578
Total Health and Human Services	2,713,726	2,542,002	171,724	2,523,546
Culture, Recreation and Education:				
Grants to Public Libraries	686,223	686,223	-	688,047
Snowmobile Trails	157,050	170,133	(13,083)	195,476
All Terrain Vehicle Trails	331,356	478,840	(147,484)	53,827
University Extension	247,467	224,698	22,769	211,426
Old Abe Trail	15,000	11,072	3,928	22,956
Hickory Ridge/River Road Trail	5,000	11,912	(6,912)	5,184
Extension Education Programs	71,500	66,146	5,354	63,118
Total Culture, Recreation and Education	1,513,596	1,649,024	(135,428)	1,240,034
Conservation and Development:				
County Forestry Department	208,360	239,754	(31,394)	264,964
County Parks	689,619	534,037	155,582	424,258
Forest Roads	60,000	30,187	29,813	11,039
Forest and Parks Quality of Life	39,250	-	39,250	-
State Forestry Fund	73,879	69,611	4,268	68,283
Comprehensive Planning Project	30,000	25,948	4,052	-
Land Conservation Stewardship	50,000	-	50,000	50,000
Conservation Committee	700	700	-	611
Land Conservation	337,058	257,644	79,414	385,231

**CHIPPEWA COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018		Variance -	2017
	Final Budget	Actual	Positive (Negative)	Actual
EXPENDITURES (CONTINUED)				
Conservation and Development: (Continued)				
Lake Protection Grant	\$ 30,000	\$ -	\$ 30,000	\$ -
SWIRM Grant Expenditures	256,251	301,097	(44,846)	165,289
Groundwater Study	-	-	-	91,047
Targeted Runoff Management	220,000	-	220,000	7,863
Stormwater Planning Grant	23,293	20,628	2,665	2,537
Special Conservation Projects	517,202	98,624	418,578	23,000
Wildlife Habitat Management	9,220	14,305	(5,085)	1,326
Wildlife Damage - Abatement Project	19,940	33,841	(13,901)	20,014
TMDL - Little Lake Wissota	65,000	84,817	(19,817)	58,056
Gravel Pits	245,000	235,032	9,968	207,401
Conservation Reserve Enhancement Program	65,326	1,259	64,067	8,829
Housing Authority	1,150	809	341	1,079
Zoning	490,783	481,372	9,411	474,684
Economic Development	278,900	181,500	97,400	267,300
Environmental Impact Fee	17,800	15,400	2,400	2,200
Tourism Development	32,270	32,270	-	27,270
Total Conservation and Development	<u>3,761,001</u>	<u>2,658,835</u>	<u>1,102,166</u>	<u>2,562,281</u>
Total Expenditures	<u>37,533,862</u>	<u>32,058,011</u>	<u>5,475,851</u>	<u>29,578,237</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(7,860,237)	(1,582,797)	6,277,440	(920,880)
OTHER FINANCING SOURCES (USES)				
Transfers In:				
County Sales Tax Fund	2,572,229	2,571,806	(423)	2,404,172
Human Services Fund	-	-	-	117,730
Land Management Fund	122,239	91,071	(31,168)	91,383
ADRC Fund	-	15,937	15,937	-
WRRWC Fund	-	-	-	299,055
Public Health Fund	-	39,889	39,889	70,452
Workers Compensation Fund	-	532,015	532,015	-
Transfers Out:				
Highway Department Fund	(10,000)	(18,392)	(8,392)	(10,000)
Farm Land Development Fund	-	-	-	(49,000)
Self-Funded Liability Insurance Fund	-	(500,000)	(500,000)	-
Flexible Benefits Fund	(6,000)	(6,000)	-	(6,000)
Total Other Financing Sources (Uses)	<u>2,678,468</u>	<u>2,726,326</u>	<u>47,858</u>	<u>2,917,792</u>
NET CHANGE IN FUND BALANCE	(5,181,769)	1,143,529	6,325,298	1,996,912
Fund Balance - Beginning of Year	<u>23,066,231</u>	<u>23,066,231</u>	<u>-</u>	<u>21,069,319</u>
FUND BALANCE - END OF YEAR	<u>\$ 17,884,462</u>	<u>\$ 24,209,760</u>	<u>\$ 6,325,298</u>	<u>\$ 23,066,231</u>

**CHIPPEWA COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2017)**

	2011/2012 Capital Projects Debt	2011 Refunding Bonds	2013 Capital Projects Debt	2018 Capital Projects Debt	Totals	
					2018	2017
ASSETS						
Treasurer's Cash and Investments	\$ -	\$ 614,709	\$ 4,801	\$ 402,474	\$ 1,021,984	\$ 618,329
LIABILITIES, DEFERRED INFLOWS OF OF RESOURCES, AND FUND BALANCE						
Fund Balance						
Restricted	\$ -	\$ -	\$ -	\$ 402,474	\$ 402,474	\$ -
Committed	-	614,709	4,801	-	619,510	618,329
Total Fund Balance	-	614,709	4,801	402,474	1,021,984	618,329
 Total Liabilities, Deferred Inflows of Resources, and Fund Balance	 \$ -	 \$ 614,709	 \$ 4,801	 \$ 402,474	 \$ 1,021,984	 \$ 618,329

CHIPPEWA COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2017)

	2011/2012 Capital Projects Debt	2011 Refunding Bonds	2013 Capital Projects Debt	2018 Capital Projects Debt	Totals	
					2018	2017
REVENUES						
Investment Income	\$ -	\$ 2,008	\$ -	\$ -	\$ 2,008	\$ 3,389
EXPENDITURES						
Principal Retirement	165,000	810,000	420,000	-	1,395,000	1,470,000
Interest and Fiscal Charges	91,549	37,200	34,925	-	163,674	187,600
Debt Issuance Costs	-	-	-	32,776	32,776	-
Total Expenditures	<u>256,549</u>	<u>847,200</u>	<u>454,925</u>	<u>32,776</u>	<u>1,591,450</u>	<u>1,657,600</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(256,549)	(845,192)	(454,925)	(32,776)	(1,589,442)	(1,654,211)
OTHER FINANCING SOURCES (USES)						
Long-Term Debt Issued	2,135,000	-	-	-	2,135,000	-
Premium on Debt Issued	28,847	-	-	435,250	464,097	-
Transfer In from Sales Tax Fund	241,875	847,200	454,925	-	1,544,000	1,657,600
Intrafund Transfers	15	(15)	-	-	-	-
Principal Payments on Refinanced Debt	(2,150,000)	-	-	-	(2,150,000)	-
Total Other Financing Sources (Uses)	<u>255,737</u>	<u>847,185</u>	<u>454,925</u>	<u>435,250</u>	<u>1,993,097</u>	<u>1,657,600</u>
NET CHANGE IN FUND BALANCE	(812)	1,993	-	402,474	403,655	3,389
Fund Balance - Beginning of Year	<u>812</u>	<u>612,716</u>	<u>4,801</u>	<u>-</u>	<u>618,329</u>	<u>614,940</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ 614,709</u>	<u>\$ 4,801</u>	<u>\$ 402,474</u>	<u>\$ 1,021,984</u>	<u>\$ 618,329</u>

**CHIPPEWA COUNTY, WISCONSIN
FARM LAND DEVELOPMENT ENTERPRISE FUND
STATEMENT OF NET POSITION
DECEMBER 31, 2018
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2017)**

	<u>2018</u>	<u>2017</u>
ASSETS		
Current Assets:		
Treasurer's Cash	\$ -	\$ 93,782
Noncurrent Assets:		
Notes Receivable	2,414,781	2,127,049
Property Held for Resale:		
Land	439,759	96,287
Land Improvements	1,414,885	1,584,243
Capital Assets:		
Land	<u>22,653</u>	<u>22,653</u>
Total Noncurrent Assets	<u>4,292,078</u>	<u>3,830,232</u>
Total Assets	4,292,078	3,924,014
LIABILITIES		
Current Liabilities:		
Vouchers Payable	1,232	-
Due to Other Funds	295,901	-
Special Deposits	<u>4,589</u>	<u>4,589</u>
Total Liabilities	<u>301,722</u>	<u>4,589</u>
NET POSITION		
Net Investment in Capital Assets	22,653	22,653
Unrestricted	<u>3,967,703</u>	<u>3,896,772</u>
Total Net Position	<u>\$ 3,990,356</u>	<u>\$ 3,919,425</u>

**CHIPPEWA COUNTY, WISCONSIN
FARM LAND DEVELOPMENT ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018	2017
OPERATING REVENUES:		
Gain on Sale of Property	\$ 152,845	\$ 1,932,435
Other Miscellaneous Revenues	26	-
Total Operating Revenues	<u>152,871</u>	<u>1,932,435</u>
OPERATING EXPENSES	<u>60,055</u>	<u>507,171</u>
OPERATING INCOME (LOSS)	92,816	1,425,264
NONOPERATING REVENUES (EXPENSES):		
Interest Revenue	-	1,191
Lease Revenue	-	4,000
Business Development Grant	32,577	110,533
Business Development Expense	(54,462)	(220,941)
Total Nonoperating Revenues (Expenses)	<u>(21,885)</u>	<u>(105,217)</u>
INCOME (LOSS) BEFORE TRANSFERS	70,931	1,320,047
TRANSFERS IN:		
Transfer from General Fund	<u>-</u>	<u>49,000</u>
CHANGE IN NET POSITION	70,931	1,369,047
Net Position - Beginning of Year	<u>3,919,425</u>	<u>2,550,378</u>
NET POSITION - END OF YEAR	<u><u>\$ 3,990,356</u></u>	<u><u>\$ 3,919,425</u></u>

**CHIPPEWA COUNTY, WISCONSIN
FARM LAND DEVELOPMENT ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2017)**

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from the Sale of County Property and Deposits	\$ 39,999	\$ 2
Cash Paid for Goods and Services	(58,797)	(535,011)
Net Cash Provided by (Used for) Operating Activities	(18,798)	(535,009)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash Received from General Fund for Business Development Activities	-	49,000
Cash Provided by General Fund for Cash Deficit	295,901	-
Cash Paid for Business Development Activities	(21,885)	(110,408)
Net Cash Provided by (Used for) Noncapital Financing Activities	274,016	(61,408)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Cash Received from Lease of County Farm Land	-	4,000
Cash Paid for Purchase of Land	(349,000)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(349,000)	4,000
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest Received on Investments	-	1,191
NET CHANGE IN CASH AND CASH EQUIVALENTS	(93,782)	(591,226)
Cash and Cash Equivalents - Beginning of Year	93,782	685,008
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ -</u>	<u>\$ 93,782</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:		
Operating Income (Loss)	\$ 92,816	\$ 1,425,264
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:		
Cost Basis of Land and Land Improvements Sold	174,886	154,616
Change in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	(287,732)	(2,087,049)
Increase (Decrease) in Vouchers Payable	1,232	(27,840)
Net Cash Provided by (Used for) Operating Activities	<u>\$ (18,798)</u>	<u>\$ (535,009)</u>

**CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2017)**

	Highway Department	Self-Funded Workers Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2018	2017
ASSETS						
CURRENT ASSETS						
Treasurer's Cash and Investments	\$ 1,560,424	\$ 2,095,947	\$ 219,878	\$ 76,789	\$ 3,953,038	\$ 5,129,814
Departmental Cash - Petty Cash	100	-	-	-	100	250
Cash and Investments Held by Fiscal Agent	-	-	234,191	-	234,191	243,551
Accounts Receivable	120,016	2,019	34,829	6,028	162,892	151,990
Due from Other Governmental Units	1,601,291	-	-	-	1,601,291	1,681,055
Inventories	2,725,048	-	-	-	2,725,048	2,458,882
Total Current Assets	6,006,879	2,097,966	488,898	82,817	8,676,560	9,665,542
RESTRICTED ASSETS						
Wisconsin Retirement System Net Pension Asset	787,237	-	-	-	787,237	-
NONCURRENT ASSETS						
Capital Assets:						
Not Being Depreciated	92,696	-	-	-	92,696	237,444
Being Depreciated	30,299,627	-	-	-	30,299,627	29,176,818
Accumulated Depreciation	(19,121,966)	-	-	-	(19,121,966)	(18,709,970)
Deposit with Public-Entity Risk Pool (WMMIC)	-	-	750,327	-	750,327	750,327
Total Noncurrent Assets	11,270,357	-	750,327	-	12,020,684	11,454,619
Total Assets	18,064,473	2,097,966	1,239,225	82,817	21,484,481	21,120,161
DEFERRED OUTFLOWS OF RESOURCES						
Wisconsin Retirement System Pension Related	1,441,894	-	-	-	1,441,894	1,673,968
County Other Postemployment Benefits Related	18,886	-	-	-	18,886	-
State Life Insurance Postemployment Benefits Related	26,183	-	-	-	26,183	-
Total Deferred Outflows of Resources	1,486,963	-	-	-	1,486,963	1,673,968

**CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION (CONTINUED)
DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2017)**

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2018	2017
LIABILITIES						
CURRENT LIABILITIES						
Accounts Payable	\$ 224,943	\$ 548	\$ 677	\$ -	\$ 226,168	\$ 229,107
Present Value of Unpaid Losses	-	1,097,418	869,701	-	1,967,119	1,708,687
Due to General Fund	-	-	-	-	-	27,459
Unearned Cost Pool Revenues	11,060	-	-	-	11,060	50,066
Highway Construction Advance Payment	960,570	-	-	-	960,570	1,034,251
Current Portion of Employee Leave Liability	358,119	-	-	-	358,119	333,078
Total Current Liabilities	1,554,692	1,097,966	870,378	-	3,523,036	3,382,648
LONG-TERM LIABILITIES						
(Net of Current Portion):						
Total Other Postemployment Benefits Liability	347,048	-	-	-	347,048	130,966
State Life Insurance Net Postemployment Benefits Liability	228,567	-	-	-	228,567	-
Wisconsin Retirement System Net Pension Liability	-	-	-	-	-	217,805
Estimated Employee Leave Liability	135,365	-	-	-	135,365	128,996
Total Long-Term Liabilities	710,980	-	-	-	710,980	477,767
Total Liabilities	2,265,672	1,097,966	870,378	-	4,234,016	3,860,415
DEFERRED INFLOWS OF RESOURCES						
Wisconsin Retirement System Pension Related	1,550,048	-	-	-	1,550,048	685,243
State Life Insurance Postemployment Benefits Related	8,565	-	-	-	8,565	-
Total Deferred Inflows of Resources	1,558,613	-	-	-	1,558,613	685,243
NET POSITION						
Net Investment in Capital Assets	11,270,357	-	-	-	11,270,357	10,704,292
Restricted for Pension Plan	787,237	-	-	-	787,237	-
Unrestricted	3,669,557	1,000,000	368,847	82,817	5,121,221	7,544,179
Total Net Position	\$ 15,727,151	\$ 1,000,000	\$ 368,847	\$ 82,817	\$ 17,178,815	\$ 18,248,471

CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2017)

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2018	2017
OPERATING REVENUES	\$ 12,775,932	\$ 802,055	\$ 166,161	\$ 262,537	\$ 14,006,685	\$ 12,925,239
OPERATING EXPENSES	14,759,301	585,236	650,734	266,846	16,262,117	14,366,985
OPERATING INCOME (LOSS)	(1,983,369)	216,819	(484,573)	(4,309)	(2,255,432)	(1,441,746)
NONOPERATING REVENUES (EXPENSES):						
Interest Revenue	68	9,760	4,338	-	14,166	8,191
Dividend Revenue	-	-	34,829	-	34,829	40,039
Disposition of Assets	18,067	-	-	-	18,067	12,465
Nonoperating Depreciation	(20,444)	-	-	-	(20,444)	(20,444)
Total Nonoperating Revenues (Expenses)	(2,309)	9,760	39,167	-	46,618	40,251
INCOME (LOSS) BEFORE TRANSFERS	(1,985,678)	226,579	(445,406)	(4,309)	(2,208,814)	(1,401,495)
CONTRIBUTIONS AND TRANSFERS:						
Contributions from State	-	-	-	-	-	102,947
Transfers from General Fund	18,392	-	500,000	6,000	524,392	16,000
Transfer from Sales Tax Fund	1,485,000	-	-	-	1,485,000	1,475,000
Transfers to General Fund	-	(532,015)	-	-	(532,015)	-
Total Contributions and Transfers	1,503,392	(532,015)	500,000	6,000	1,477,377	1,593,947
CHANGE IN NET POSITION	(482,286)	(305,436)	54,594	1,691	(731,437)	192,452
Net Position - Beginning of Year	16,547,656	1,305,436	314,253	81,126	18,248,471	18,056,019
Change in Accounting Principle	(338,219)	-	-	-	(338,219)	-
Net Position - Beginning of Year, Restated	16,209,437	1,305,436	314,253	81,126	17,910,252	18,056,019
NET POSITION - END OF YEAR	\$ 15,727,151	\$ 1,000,000	\$ 368,847	\$ 82,817	\$ 17,178,815	\$ 18,248,471

CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2017)

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash Received for Goods and Services:						
County/Departments	\$ 7,253,287	\$ 802,055	\$ 166,161	\$ -	\$ 8,221,503	\$ 7,780,349
Third Parties	5,508,764	-	-	-	5,508,764	5,137,212
Cash Received from Employees	-	-	-	262,537	262,537	369,495
Cash Payments for Goods and Services	(4,922,368)	(72,090)	(32,144)	(7,831)	(5,034,433)	(3,664,722)
Cash Payments for Employee Services	(8,617,937)	(31,262)	(35,105)	-	(8,684,304)	(8,730,091)
Cash Payments for Insurance Claims	-	(356,698)	(251,515)	(259,394)	(867,607)	(600,866)
Cash Payments for Insurance Premiums	-	(41,640)	(153,797)	-	(195,437)	(177,993)
Net Cash Provided by (Used for)						
Operating Activities	(778,254)	300,365	(306,400)	(4,688)	(788,977)	113,384
CASH FLOWS FROM NONCAPITAL						
FINANCING ACTIVITIES:						
Transfer from (to) General Fund	18,392	(532,015)	500,000	6,000	(7,623)	16,000
Transfer from Sales Tax Fund	1,485,000	-	-	-	1,485,000	1,475,000
Cash Provided by General Fund for Cash Deficit	-	-	(27,459)	-	(27,459)	27,459
Net Cash Provided by (Used for)						
Noncapital Financing Activities	1,503,392	(532,015)	472,541	6,000	1,449,918	1,518,459
CASH FLOWS FROM CAPITAL AND RELATED						
FINANCING ACTIVITIES:						
Cash Received from Salvage of Capital Assets	146,559	-	-	-	146,559	86,090
Cash Payments for Acquisition and Major						
Repairs of Capital Assets	(2,047,991)	-	-	-	(2,047,991)	(1,177,034)
Net Cash Provided by (Used for)						
Capital and Related Financing Activities	(1,901,432)	-	-	-	(1,901,432)	(1,090,944)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest and Dividends Received on Investments	68	9,760	44,377	-	54,205	87,317
NET INCREASE (DECREASE) IN CASH						
AND CASH EQUIVALENTS	(1,176,226)	(221,890)	210,518	1,312	(1,186,286)	628,216
Cash and Cash Equivalents - Beginning of Year	2,736,750	2,317,837	243,551	75,477	5,373,615	4,745,399
CASH AND CASH EQUIVALENTS - DECEMBER 31	<u>\$ 1,560,524</u>	<u>\$ 2,095,947</u>	<u>\$ 454,069</u>	<u>\$ 76,789</u>	<u>\$ 4,187,329</u>	<u>\$ 5,373,615</u>

**CHIPPEWA COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS (COMBINED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2017)**

	Highway Department	Self-Funded Workers Compensation	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
					2018	2017
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating Income (Loss)	\$ (1,983,369)	\$ 216,819	\$ (484,573)	\$ (4,309)	\$ (2,255,432)	\$ (1,441,746)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating Depreciation	1,324,944	-	-	-	1,324,944	1,341,482
Depletion of Gravel Pits and Quarries	8,046	-	-	-	8,046	16,966
Change in Wisconsin Pension System Related Items:						
Asset / Liability	(1,005,042)	-	-	-	(1,005,042)	(230,113)
Deferred Outflows of Resources	232,074	-	-	-	232,074	848,343
Deferred Inflows of Resources	864,805	-	-	-	864,805	(265,924)
Change in County OPEB Related Items:						
Liability	44,406	-	-	-	44,406	21,950
Deferred Outflows of Resources	3,748	-	-	-	3,748	-
Change in LRLIF OPEB Related Items:						
Liability	37,954	-	-	-	37,954	-
Deferred Outflows of Resources	(24,747)	-	-	-	(24,747)	-
Deferred Inflows of Resources	8,565	-	-	-	8,565	-
(Increase) Decrease in Assets:						
Accounts Receivable	(19,964)	4,231	-	(379)	(16,112)	140,753
Due from Other Governments	79,764	-	-	-	79,764	351,412
Materials and Supplies	(266,166)	-	-	-	(266,166)	(112,401)
Increase (Decrease) in Liabilities:						
Accounts Payable	(1,994)	19	(963)	-	(2,938)	(90,318)
Present Value of Unpaid Losses	-	79,296	179,136	-	258,432	(216,420)
Unearned Cost Pool Revenues	(39,006)	-	-	-	(39,006)	(205,999)
Advance for Highway Construction	(73,681)	-	-	-	(73,681)	(1,454)
Unused Vested Employee Benefits	31,409	-	-	-	31,409	(43,147)
Net Cash Provided by (Used for) Operating Activities	<u>\$ (778,254)</u>	<u>\$ 300,365</u>	<u>\$ (306,400)</u>	<u>\$ (4,688)</u>	<u>\$ (788,977)</u>	<u>\$ 113,384</u>

CHIPPEWA COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND –
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2017)

	2018	2017
OPERATING REVENUES:		
Charges for Services:		
County Highway Maintenance and Construction [1]	\$ 6,876,648	\$ 6,242,429
State Highway Maintenance and Construction	3,038,834	2,968,268
Local Districts	1,480,837	1,264,158
County Departments	287,250	579,314
Nongovernmental Customers	304,421	100,888
Nonhighway Fleet	89,389	82,214
Miscellaneous:		
Other Revenue from State:		
Records, Reports and Supervision	300,167	273,664
Equipment Storage	153,338	147,852
Gravel Pit Sales	235,480	8,251
Miscellaneous Highway Revenues	9,568	12,314
Total Operating Revenues	12,775,932	11,679,352
OPERATING EXPENSES:		
Administration and General:		
Administration	428,408	429,904
Patrol Superintendent	119,988	112,681
Engineering Technician	16,948	29,990
Radio Expense	4,944	2,937
Public Liability Insurance	52,135	36,848
Transportation Cost Pools:		
Machinery Operations	264,043	(242,158)
Gravel Pits and Quarries	(132,345)	(43,566)
Bituminous Operations	(99,308)	52,365
Services Provided:		
County:		
General Maintenance	1,811,351	1,525,418
Reconstruction and Betterments	3,858,660	3,439,522
Winter Maintenance	1,843,584	1,475,998
Bridge Construction	356,342	860,880
Land Acquisition	3,150	380
State:		
Highway Maintenance and Betterments	2,806,699	2,265,499
Equipment Storage	147,852	144,197
Damage Claims	101,100	599,094
Salt Storage	61,814	2,524
County Aid Bridge Construction	278,662	33,812
Local Districts	1,480,837	1,267,452
Local Departments	287,250	579,192
Nongovernmental Customers	304,421	100,967
Amortization of State Contributions Included Above	39,394	41,157
Net Change in Accrued Employee Leave Liabilities	51,529	(31,031)
Net Change in Other Postemployment Benefits Liabilities	69,926	21,950
Net Wisconsin Retirement System Pension Expense	91,837	352,306
Nonhighway Fleet	510,080	512,847
Total Operating Expenses	14,759,301	13,571,165
OPERATING LOSS	(1,983,369)	(1,891,813)

CHIPPEWA COUNTY, WISCONSIN
HIGHWAY DEPARTMENT INTERNAL SERVICE FUND –
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (CONTINUED)
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2017)

	2018	2017
NONOPERATING REVENUES (EXPENSES):		
Interest Income	\$ 68	\$ 136
Gain (Loss) on Disposition of Assets - Nonhighway Fleet	18,067	12,465
Depreciation on Building Space Occupied by Other County Departments	(20,444)	(20,444)
Total Nonoperating Revenues (Expenses)	<u>(2,309)</u>	<u>(7,843)</u>
LOSS BEFORE CONTRIBUTIONS AND TRANSFERS	(1,985,678)	(1,899,656)
CONTRIBUTIONS AND TRANSFERS:		
Contributions from State	-	102,947
Transfer from General Fund	18,392	10,000
Transfer from Sales Tax Fund	1,485,000	1,475,000
Total Contributions and Interfund Transfers	<u>1,503,392</u>	<u>1,587,947</u>
CHANGE IN NET POSITION	(482,286)	(311,709)
Net Position - Beginning of Year	16,547,656	16,859,365
Change in Accounting Principle	(338,219)	-
Net Position - Beginning of Year, Restated	<u>16,209,437</u>	<u>16,859,365</u>
NET POSITION - END OF DECEMBER 31	<u>\$ 15,727,151</u>	<u>\$ 16,547,656</u>
[1] Charges for County Maintenance and Construction		
Consists of the Following Payments from the General Fund:		
County Appropriations	\$ 4,321,596	\$ 4,319,659
Vehicle Registration Fee	563,743	552,943
State Transportation Aids	1,565,413	1,361,229
State Local Road Improvement Program Aid	425,896	7,422
State Aid - Local Bridge Revenue	-	1,176
Total	<u>\$ 6,876,648</u>	<u>\$ 6,242,429</u>

CHIPPEWA COUNTY, WISCONSIN
SELF-FUNDED LIABILITY INSURANCE INTERNAL SERVICE FUND –
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2017)

	2018	2017
REVENUES:		
Charges to County	\$ 166,161	\$ 153,162
Insurance Recoveries	-	790
Interest Earnings on Funds Held by WMMIC	4,338	3,740
Dividend from WMMIC	34,829	40,039
Total Revenues	<u>205,328</u>	<u>197,731</u>
EXPENSES:		
Insurance Premiums Paid WMMIC	153,797	126,599
Claims Expenses	250,553	147,602
Net Increase (Decrease) in Year-end Present Value of Unpaid Claims - WMMIC	179,136	7,671
Administrative and Other Expenses	67,248	64,198
Total Expenses	<u>650,734</u>	<u>346,070</u>
TRANSFERS:		
Transfer from General Fund	<u>500,000</u>	<u>-</u>
CHANGE IN NET POSITION	54,594	(148,339)
Net Position - Beginning of Year	<u>314,253</u>	<u>462,592</u>
NET POSITION - END OF YEAR	<u><u>\$ 368,847</u></u>	<u><u>\$ 314,253</u></u>

**CHIPPEWA COUNTY, WISCONSIN
AGENCY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2018
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2017)**

	Tax Agency	Treasurer	Clerk of Courts	Human Services	Sheriff	Register of Deeds	Timber Bond Performance Deposits	Totals	
								2018	2017
ASSETS									
Treasurer's Cash and Investments	\$ -	\$ 188,195	\$ -	\$ -	\$ -	\$ -	\$ 38,507	\$ 226,702	\$ 159,054
Departmental Cash and Investments	-	-	432,508	8,215	61,726	28,012	-	530,461	529,542
Taxes Receivable:									
Current Apportionment	117	-	-	-	-	-	-	117	198
Accounts Receivable	-	-	-	-	-	-	-	-	2,027
Due from Departmental Agency Funds	-	115,694	-	-	-	-	-	115,694	117,642
Total Assets	\$ 117	\$ 303,889	\$ 432,508	\$ 8,215	\$ 61,726	\$ 28,012	\$ 38,507	\$ 872,974	\$ 808,463
LIABILITIES									
Due to Other Governmental Units:									
State	\$ 117	\$ 184,786	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 184,903	\$ 191,046
Districts	-	96,953	-	-	-	-	-	96,953	49,033
Due to Other Funds	-	-	47,458	-	-	23,098	-	70,556	49,722
Due Treasurer's Agency Fund	-	-	112,876	-	-	2,818	-	115,694	117,642
Special Deposits	-	22,150	272,174	8,215	61,726	2,096	38,507	404,868	401,020
Total Liabilities	\$ 117	\$ 303,889	\$ 432,508	\$ 8,215	\$ 61,726	\$ 28,012	\$ 38,507	\$ 872,974	\$ 808,463