

CITY OF WATERLOO
REPORT TO THE CITY COUNCIL

May 3, 2018

Presented By:

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Actual data was derived from current and prior years audited financial statements

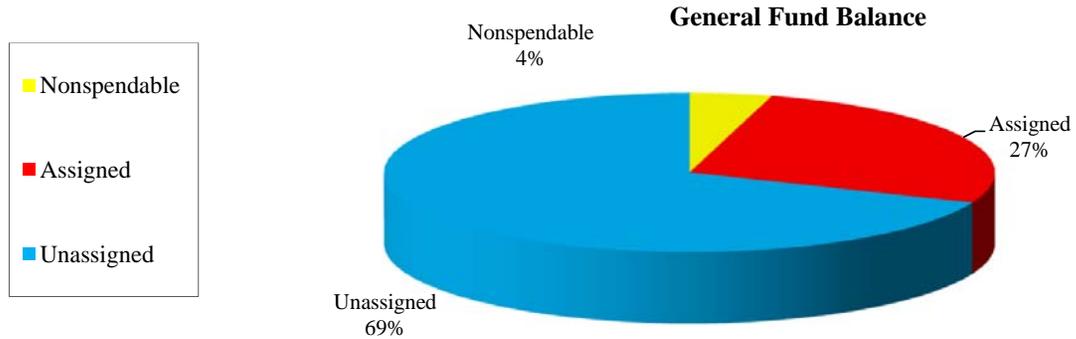
This communication is intended solely for the information and use of management, the council, and others within the organization, and is not intended to be, and should not be, used by anyone other than the specified parties.

CITY OF WATERLOO

2017 FINANCIAL STATEMENT HIGHLIGHTS

DETAILS OF GENERAL FUND BALANCE

	<u>2017</u>
<u>Nonspendable</u> <i>includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.</i>	\$51,969
<u>Assigned</u> <i>includes spendable fund balance amounts that are intended to be used for specific purposes that are not considered restricted or committed.</i>	320,038
<u>Unassigned</u> <i>includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories.</i>	<u>819,619</u>
Total General Fund Balance	<u>\$ 1,191,626</u>



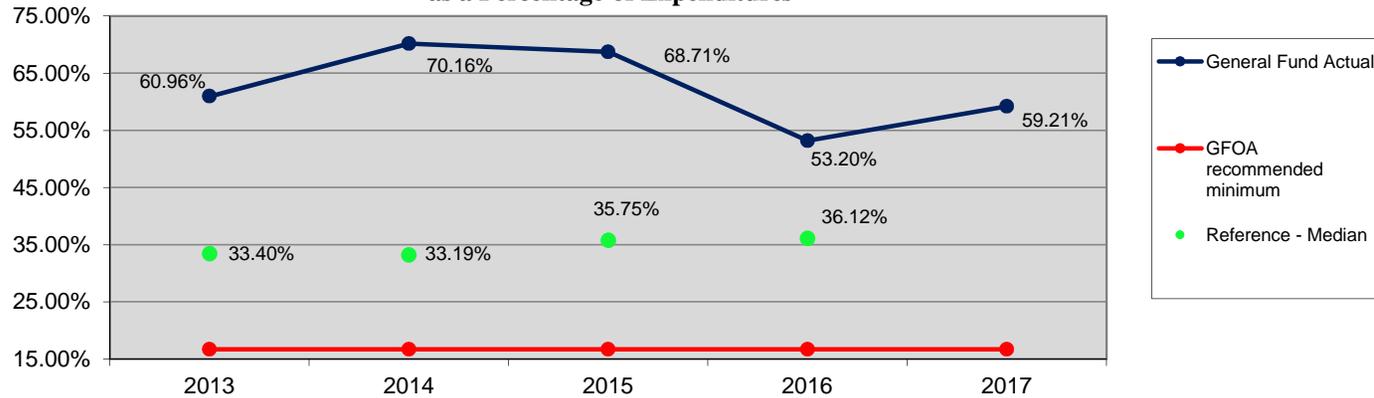
CITY OF WATERLOO

2017 FINANCIAL STATEMENT HIGHLIGHTS

ANALYSIS OF GENERAL FUND BALANCE

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Unrestricted Fund Balance	\$ 1,380,214	\$ 1,562,662	\$ 1,644,520	\$ 1,222,365	\$ 1,139,657
Expenditures	2,264,160	2,227,155	2,393,326	2,297,812	1,924,669
% of expenditures	60.96%	70.16%	68.71%	53.20%	59.21%

**Unreserved or Unrestricted General Fund Balance
as a Percentage of Expenditures**



GFOA recommended range for % of expenditures: no less than 2 months of regular GF operating expenditures
 Acceptable range per city policy: 25% - 33% of the current general fund final budgeted expenditures. Balance at year end was \$819,619 or 41.3%.

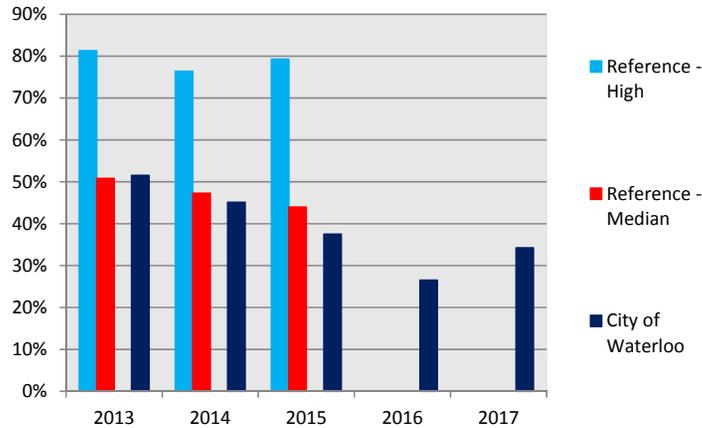
Reference values for the population range: 2,000 to 10,000 generated from 2013-2016 Baker Tilly municipal client data for Wisconsin.

CITY OF WATERLOO 2017 FINANCIAL STATEMENT HIGHLIGHTS

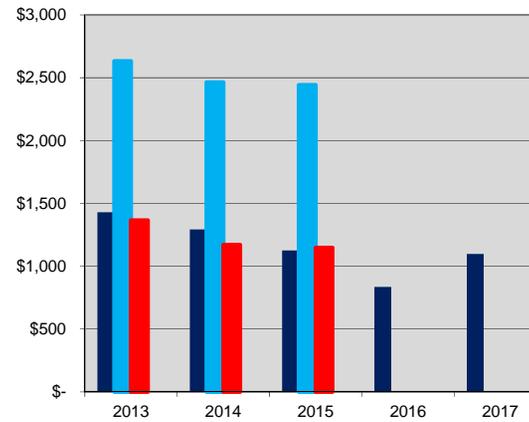
GENERAL OBLIGATION DEBT OUSTANDING

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Total General Obligation (G.O.) Debt (net)					
City	\$ 4,854,792	\$ 4,334,727	\$ 3,803,283	\$ 3,011,506	\$ 3,671,537
Less: Funds equity available for debt	(109,851)	(42,986)	(41,180)	(209,608)	(10,058)
TOTAL	<u>\$ 4,744,941</u>	<u>\$ 4,291,741</u>	<u>\$ 3,762,103</u>	<u>\$ 2,801,898</u>	<u>\$ 3,661,479</u>
Population	3,321	3,323	3,345	3,355	3,337
G.O. Debt Capacity	\$ 9,207,010	\$ 9,511,265	\$ 10,019,650	\$ 10,549,645	\$ 10,690,690
G.O. debt per capita	\$ 1,429	\$ 1,292	\$ 1,125	\$ 835	\$ 1,097
% of debt limit	52%	45%	38%	27%	34%

Percentage of Debt Limit



G.O. Debt Outstanding - Per Capita

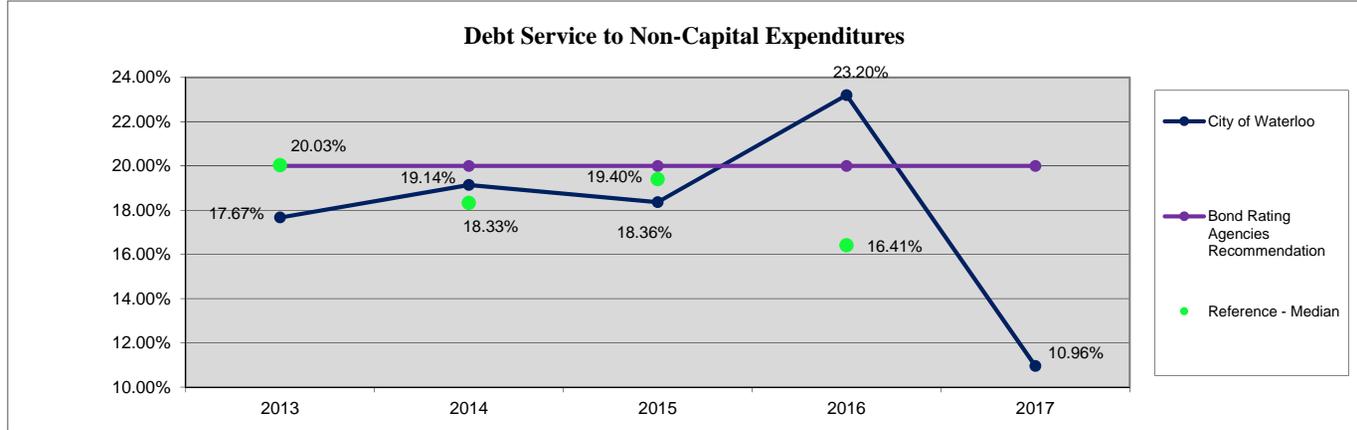


2013-2015 Reference values for the population range: 3,000 to 3,500 taken from *MunicipalFacts17* publication by the Wisconsin Taxpayers Alliance, 2017.

CITY OF WATERLOO
2017 FINANCIAL STATEMENT HIGHLIGHTS

ANALYSIS OF DEBT SERVICE - GOVERNMENTAL FUNDS

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<u>Total Debt Service</u>					
Principal	\$ 478,079	\$ 520,065	\$ 531,444	\$ 791,777	\$ 378,252
Interest	157,177	158,826	149,220	129,714	98,939
TOTAL	<u>\$ 635,256</u>	<u>\$ 678,891</u>	<u>\$ 680,664</u>	<u>\$ 921,491</u>	<u>\$ 477,191</u>
<u>Total Non-Capital Expenditures</u>					
Total governmental funds expenditures	\$ 5,551,502	\$ 4,283,756	\$ 4,446,287	\$ 4,784,381	\$ 7,305,808
Less: capital outlay	(1,956,423)	(736,363)	(739,061)	(812,580)	(2,951,124)
TOTAL NON-CAPITAL EXPENDITURES	<u>\$ 3,595,079</u>	<u>\$ 3,547,393</u>	<u>\$ 3,707,226</u>	<u>\$ 3,971,801</u>	<u>\$ 4,354,684</u>
% of debt service to non-capital expenditures	17.67%	19.14%	18.36%	23.20%	10.96%



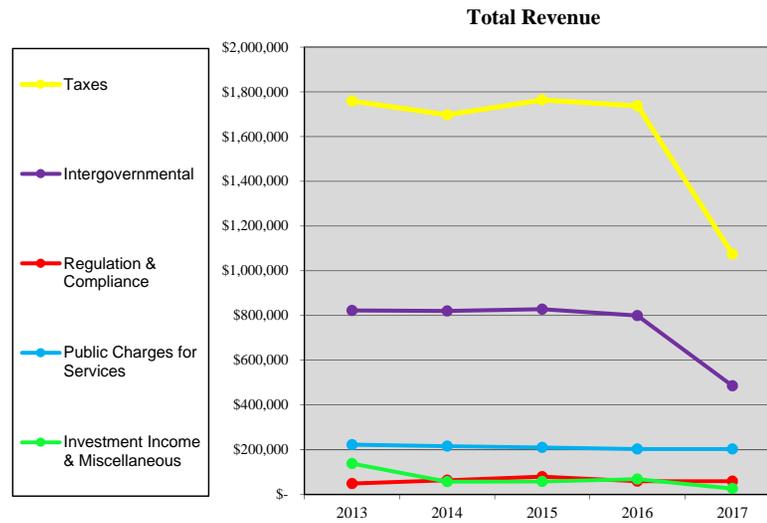
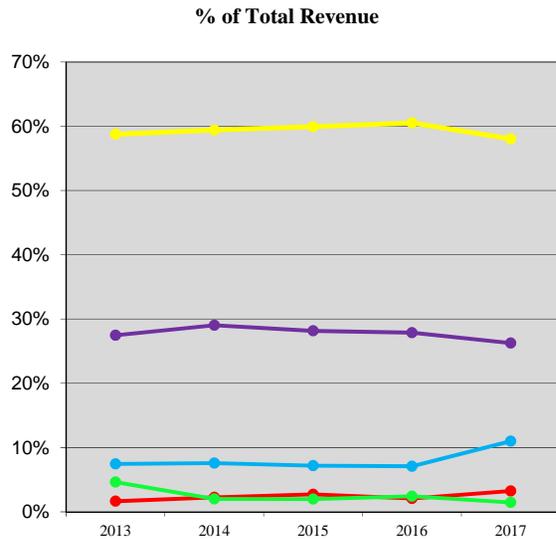
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Bond rating agencies recommended %	20.00%	20.00%	20.00%	20.00%
High - Reference:	71.50%	50.60%	56.60%	63.98%
Median - Reference:	20.03%	18.33%	19.40%	16.41%
Low - Reference:	0.00%	0.00%	0.00%	0.00%

Reference values for the population range: 2,000 to 10,000 generated from 2014-2017 Baker Tilly municipal client data for Wisconsin.

CITY OF WATERLOO 2017 FINANCIAL STATEMENT HIGHLIGHTS

GENERAL & DEBT SERVICE FUND REVENUES

	<u>2013</u>	<u>%</u>	<u>2014</u>	<u>%</u>	<u>2015</u>	<u>%</u>	<u>2016</u>	<u>%</u>	<u>2017</u>	<u>%</u>
<u>Total Revenues</u>										
Taxes	\$ 1,758,590	59%	\$ 1,697,087	59%	\$ 1,763,621	60%	\$ 1,737,428	61%	\$ 1,074,825	58%
Intergovernmental	822,605	27%	820,848	29%	828,497	28%	800,225	28%	486,257	26%
Regulation and Compliance	49,446	2%	64,076	2%	80,209	3%	59,740	2%	60,140	3%
Public Charges for Services	223,087	7%	216,251	8%	211,104	7%	203,706	7%	203,599	11%
Investment Income & Miscellaneous	138,753	5%	57,579	2%	58,553	2%	69,492	2%	27,014	1%
TOTAL	\$ 2,992,481	100%	\$ 2,855,841	100%	\$ 2,941,984	100%	\$ 2,870,591	100%	\$ 1,851,835	100%



* Note that the decrease in Taxes and Intergovernmental revenue above relates to the library accounts being moved out of the general fund and into a separate library fund.

CITY OF WATERLOO 2017 FINANCIAL STATEMENT HIGHLIGHTS

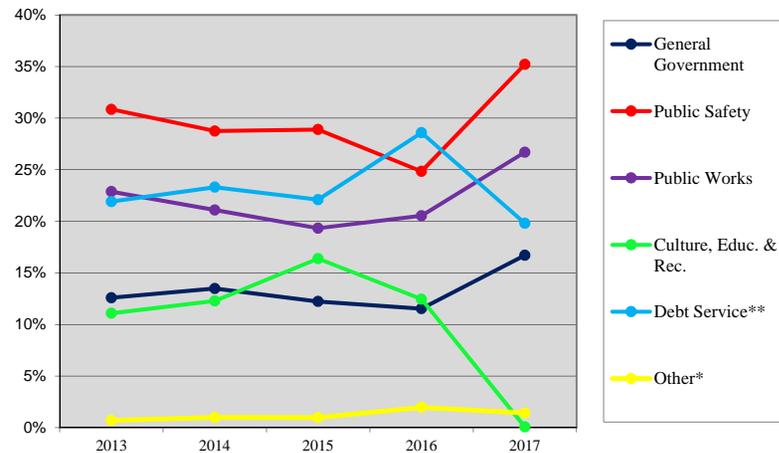
GENERAL & DEBT SERVICE FUND EXPENDITURES

	<u>2013</u>	<u>%</u>	<u>2014</u>	<u>%</u>	<u>2015</u>	<u>%</u>	<u>2016</u>	<u>%</u>	<u>2017</u>	<u>%</u>
Total Expenditures										
General Government	\$ 364,857	13%	\$ 406,082	13%	\$ 390,939	12%	\$ 387,093	12%	\$ 413,060	17%
Public Safety	894,413	31%	834,819	29%	887,716	29%	799,121	25%	845,161	35%
Public Works	663,281	23%	612,614	21%	593,875	19%	660,788	21%	640,595	27%
Culture, Education and Recreation	321,277	11%	356,697	12%	503,215	16%	400,396	12%	1,573	0%
Debt Service**	635,256	22%	676,932	23%	678,701	22%	919,707	29%	475,389	20%
Other*	20,332	1%	16,943	1%	17,581	1%	50,414	2%	24,280	1%
TOTAL	<u>\$ 2,899,416</u>	100%	<u>\$ 2,904,087</u>	100%	<u>\$ 3,072,027</u>	100%	<u>\$ 3,217,519</u>	100%	<u>\$ 2,400,058</u>	100%

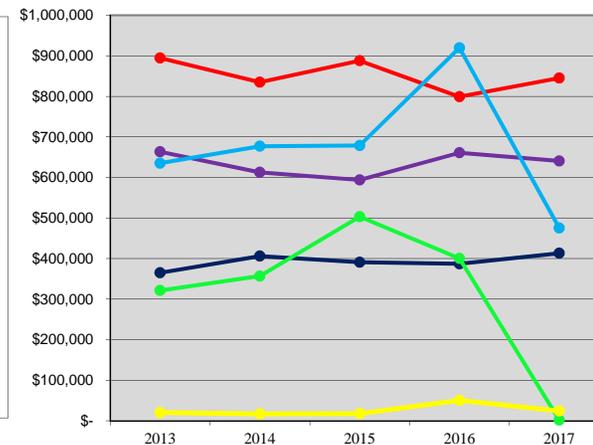
*Other includes health and human services and conservation and development

**Excludes debt refunding

% of Total Expenditures



Total Expenditures



* Note that the decrease in Culture, Educ. & Rec expenditures above relates to the library accounts being moved out of the general fund and into a separate library fund.

CITY OF WATERLOO
2017 FINANCIAL STATEMENT HIGHLIGHTS
SPECIAL REVENUE AND CAPITAL PROJECTS FUNDS

SPECIAL REVENUE FUNDS	<u>2017</u>	<u>2016</u>	<u>Change</u>
Fund Balances (deficit)			
200 Cable TV	\$ 211,077	\$ 198,888	\$ 12,189
220 Fire and EMS	610,438	506,276	104,162
810 Library Memorial	-	74,485	(74,485)
812 Library	316,519	96,465	220,054
204 Sanitary Sewer Impact Fees	53	50	3
203 Park and Recreation Impact Fees	51	48	3
202 Public Works Impact Fees	52	49	3
201 Stormwater Impact Fees	51	48	3
205 Water Impact Fees	53	53	-
225 Parks	<u>(46,051)</u>	<u>17,551</u>	<u>(63,602)</u>
Total Special Revenue Fund - Fund Balances	\$ 1,092,243	\$ 893,913	\$ 198,330
CAPITAL PROJECTS FUNDS			
Fund Balances (deficit)			
400 Capital Projects	944,675	999,807	(55,132)
410 TIF District No. 1	381,907	2,063,796	(1,681,889)
412 TIF District No. 2	(804,973)	(1,132,745)	327,772
413 TIF District No. 3	(122,360)	(180,171)	57,811
414 TIF District No. 4	(1,428)	(16,800)	15,372
402 Sidewalk	<u>27,772</u>	<u>29,518</u>	<u>(1,746)</u>
Total Capital Projects Fund - Fund Balances	\$ 425,593	\$ 1,763,405	\$ (1,337,812)