

TOWN OF GRAND CHUTE, WISCONSIN
ANNUAL FINANCIAL REPORT
DECEMBER 31, 2006

TOWN OF GRAND CHUTE, WISCONSIN

December 31, 2006

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INDEPENDENT AUDITORS' REPORT ON BASIC FINANCIAL STATEMENTS

To the Town Board
Town of Grand Chute, Wisconsin

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Grand Chute, Wisconsin ("the Town") as of and for the year ended December 31, 2006, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of Grand Chute's management. Our responsibility is to express opinions on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town as of December 31, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund, and the special assessment and Sanitary District No. 3 special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 4, 2007, on our consideration of the Town's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Town of Grand Chute has not presented the management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The financial information listed in the table of contents as supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Certified Public Accountants
Green Bay, Wisconsin
June 4, 2007

BASIC FINANCIAL STATEMENTS

TOWN OF GRAND CHUTE, WISCONSIN

Statement of Net Assets

December 31, 2006

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 19,185,977	\$ 7,264,736	\$ 26,450,713
Receivables			
Taxes	6,053,779	-	6,053,779
Special assessments	2,974,366	2,234,875	5,209,241
Accounts	691,593	1,313,941	2,005,534
Interest	43,994	37,614	81,608
Receivable from fiduciary fund	5,544	506,408	511,952
Due from other governments	149,753	-	149,753
Inventories and prepaid items	140,910	19,536	160,446
Deferred charges	157,632	88,148	245,780
Restricted assets			
Cash and investments	-	4,931,260	4,931,260
Capital assets, nondepreciable			
Land	2,968,453	58,559	3,027,012
Construction in progress	485,621	518,196	1,003,817
Capital assets, depreciable			
Land improvements	5,760,912	-	5,760,912
Buildings	8,702,922	177,432	8,880,354
Machinery and equipment	5,037,523	1,661,731	6,699,254
Infrastructure	60,076,165	39,751,596	99,827,761
Less: Accumulated depreciation	(21,030,144)	(9,288,163)	(30,318,307)
TOTAL ASSETS	91,405,000	49,275,869	140,680,869
LIABILITIES			
Accounts payable	738,455	677,551	1,416,006
Accrued and other current liabilities	103,553	8,349	111,902
Accrued interest payable	274,995	68,818	343,813
Due to other governments	7,161	476,882	484,043
Unearned revenues	8,509,786	24,002	8,533,788
Long-term obligations			
Due within one year	4,083,960	1,015,977	5,099,937
Due in more than one year	25,847,890	6,261,686	32,109,576
TOTAL LIABILITIES	39,565,800	8,533,265	48,099,065
NET ASSETS			
Invested in capital assets, net of related debt	36,684,393	27,363,949	64,048,342
Restricted for			
Debt service	135,345	1,202,465	1,337,810
Capital projects	-	1,989,822	1,989,822
Unrestricted	15,019,462	10,186,368	25,205,830
TOTAL NET ASSETS	\$ 51,839,200	\$ 40,742,604	\$ 92,581,804

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

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Activities
For the Year Ended December 31, 2006

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 1,754,055	\$ 97,817	\$ 2,000	\$ -
Public safety	2,703,266	540,680	153,422	-
Public works	7,094,549	2,089,095	1,241,975	1,903,916
Health and human services	1,532	2,168	-	-
Culture and recreation	169,703	43,419	900	-
Conservation and development	926,561	156,705	20	-
Interest on debt	1,045,353	-	-	-
Total Governmental Activities	13,695,019	2,929,884	1,398,317	1,903,916
Business-type Activities				
Water utility	3,590,134	3,490,108	-	767,981
Sewer utility	2,314,730	2,775,534	-	245,162
Total Business-type Activities	5,904,864	6,265,642	-	1,013,143
Total	\$ 19,599,883	\$ 9,195,526	\$ 1,398,317	\$ 2,917,059

General revenues
Taxes
Property taxes, levied for general purposes
Property taxes, levied for specific purposes
Other taxes and franchise fees
Federal and state grants and other contributions
not restricted to specific functions
Interest and investment earnings
Miscellaneous
Total general revenues

Change in net assets

Net assets - January 1

Net assets - December 31

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

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-type Activities	Total

\$ (1,654,238)	\$ -	\$ (1,654,238)
(2,009,164)	-	(2,009,164)
(1,859,563)	-	(1,859,563)
636	-	636
(125,384)	-	(125,384)
(769,836)	-	(769,836)
(1,045,353)	-	(1,045,353)
<u>(7,462,902)</u>	<u>-</u>	<u>(7,462,902)</u>

-	667,955	667,955
-	705,966	705,966
<u>-</u>	<u>1,373,921</u>	<u>1,373,921</u>

<u>(7,462,902)</u>	<u>1,373,921</u>	<u>(6,088,981)</u>
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4,949,220	84,465	5,033,685
2,555,000	-	2,555,000
1,198,869	-	1,198,869
467,526	533	468,059
1,113,910	495,399	1,609,309
204,743	-	204,743
<u>10,489,268</u>	<u>580,397</u>	<u>11,069,665</u>

3,026,366	1,954,318	4,980,684
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<u>48,812,834</u>	<u>38,788,286</u>	<u>87,601,120</u>
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<u>\$ 51,839,200</u>	<u>\$ 40,742,604</u>	<u>\$ 92,581,804</u>
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TOWN OF GRAND CHUTE, WISCONSIN

Balance Sheet

Governmental Funds

December 31, 2006

	General	Special Assessment	Sanitary District No. 3	Debt Service
ASSETS				
Cash and investments	\$ 5,681,962	\$ 4,635,014	\$ 3,550,233	\$ 1,046,812
Receivables				
Taxes	3,633,685	596,158	-	1,616,133
Special assessments	-	2,974,366	-	-
Accounts	81,830	-	292,171	-
Interest	7,003	11,408	9,802	-
Receivable from fiduciary fund	5,544	-	-	-
Due from other funds	71,084	-	-	-
Due from other governments	149,753	-	-	-
Inventories and prepaid items	140,910	-	-	-
TOTAL ASSETS	\$ 9,771,771	\$ 8,216,946	\$ 3,852,206	\$ 2,662,945
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 444,132	\$ -	\$ 25,622	\$ -
Accrued and other current liabilities	103,474	-	79	-
Due to other funds	-	-	-	-
Due to other governments	7,161	-	-	-
Deferred revenues	5,650,686	3,949,541	-	2,527,600
Total Liabilities	6,205,453	3,949,541	25,701	2,527,600
Fund Balances				
Reserved for				
Inventories and prepaid items	140,910	-	-	-
Debt service	-	-	-	135,345
Unreserved				
Designated for				
Subsequent year's expenditures	600,300	-	-	-
Equipment replacement	946,400	-	-	-
Undesignated, reported in				
General fund	1,878,708	-	-	-
Special revenue funds	-	4,267,405	3,826,505	-
Capital projects funds	-	-	-	-
Total Fund Balances	3,566,318	4,267,405	3,826,505	135,345
TOTAL LIABILITIES AND FUND BALANCES	\$ 9,771,771	\$ 8,216,946	\$ 3,852,206	\$ 2,662,945

(Continued)

Capital Projects	Other Governmental Funds	Total Governmental Funds
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\$ 4,227,165 \$ 44,791 \$ 19,185,977

207,803 - 6,053,779

- - 2,974,366

83,808 233,784 691,593

15,781 - 43,994

- - 5,544

- - 71,084

- - 149,753

- - 140,910

\$ 4,534,557 \$ 278,575 \$ 29,317,000

\$ 106,001 \$ 162,700 \$ 738,455

- - 103,553

- 71,084 71,084

- - 7,161

325,000 6,500 12,459,327

431,001 240,284 13,379,580

- - 140,910

- - 135,345

- 38,291 638,591

- - 946,400

- - 1,878,708

- - 8,093,910

4,103,556 - 4,103,556

4,103,556 38,291 15,937,420

\$ 4,534,557 \$ 278,575 \$ 29,317,000

TOWN OF GRAND CHUTE, WISCONSIN
 Balance Sheet (Continued)
 Governmental Funds
 December 31, 2006

Reconciliation to the Statement of Net Assets

Total Fund Balances as shown on previous page \$ 15,937,420

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

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. 62,001,452

Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.
 Special assessments 3,949,541

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Bonds and notes payable	\$ (29,544,224)	
Loss on advance refunding	72,163	
Compensated absences	(459,789)	
Deferred charges - bond issues	157,632	
Accrued interest on long-term obligations	(274,995)	(30,049,213)

Net Assets of Governmental Activities as Reported on the Statement of Net Assets (see page 3) \$ 51,839,200

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

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2006

	General	Special Assessment	Sanitary District No. 3	Debt Service
Revenues				
Taxes	\$ 4,968,114	\$ -	\$ -	\$ 2,366,300
Special assessments	80,579	1,155,807	-	-
Intergovernmental	1,855,535	-	44,555	-
Licenses and permits	635,339	-	-	-
Fines and forfeitures	293,086	-	-	-
Public charges for services	667,059	-	1,262,451	-
Intergovernmental charges for services	224,620	-	-	-
Miscellaneous	516,472	309,312	175,928	148,186
Total Revenues	<u>9,240,804</u>	<u>1,465,119</u>	<u>1,482,934</u>	<u>2,514,486</u>
Expenditures				
Current				
General government	1,406,729	-	-	-
Public safety	4,919,527	-	-	-
Public works	2,420,456	-	132,768	-
Health and human services	1,532	-	-	-
Culture and recreation	127,555	-	-	-
Conservation and development	252,073	-	-	-
Debt service				
Principal	-	-	-	3,995,708
Interest and fiscal charges	-	-	11,170	1,077,393
Capital outlay	-	-	1,389,747	-
Total Expenditures	<u>9,127,872</u>	<u>-</u>	<u>1,533,685</u>	<u>5,073,101</u>
Excess of Revenues Over (Under) Expenditures	<u>112,932</u>	<u>1,465,119</u>	<u>(50,751)</u>	<u>(2,558,615)</u>
Other Financing Sources (Uses)				
Long-term debt issued	-	-	1,245,000	-
Sale of capital assets	38,122	-	-	-
Transfers in	366,328	-	-	2,530,100
Transfers out	(158,600)	(1,227,600)	(1,341,299)	-
Total Other Financing Sources (Uses)	<u>245,850</u>	<u>(1,227,600)</u>	<u>(96,299)</u>	<u>2,530,100</u>
Net Change in Fund Balances	358,782	237,519	(147,050)	(28,515)
Fund Balances - January 1	<u>3,207,536</u>	<u>4,029,886</u>	<u>3,973,555</u>	<u>163,860</u>
Fund Balances - December 31	<u>\$ 3,566,318</u>	<u>\$ 4,267,405</u>	<u>\$ 3,826,505</u>	<u>\$ 135,345</u>

(Continued)

Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 188,700	\$ 995,392	\$ 8,518,506
-	-	1,236,386
-	-	1,900,090
-	-	635,339
-	-	293,086
-	31,500	1,961,010
-	-	224,620
264,772	838	1,415,508
<u>453,472</u>	<u>1,027,730</u>	<u>16,184,545</u>
-	-	1,406,729
-	-	4,919,527
-	-	2,553,224
-	-	1,532
-	-	127,555
-	672,446	924,519
-	-	3,995,708
12,359	-	1,100,922
2,484,404	-	3,874,151
<u>2,496,763</u>	<u>672,446</u>	<u>18,903,867</u>
(2,043,291)	355,284	(2,719,322)
1,285,000	-	2,530,000
-	-	38,122
158,600	-	3,055,028
-	(327,529)	(3,055,028)
<u>1,443,600</u>	<u>(327,529)</u>	<u>2,568,122</u>
(599,691)	27,755	(151,200)
<u>4,703,247</u>	<u>10,536</u>	<u>16,088,620</u>
<u>\$ 4,103,556</u>	<u>\$ 38,291</u>	<u>\$ 15,937,420</u>

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Governmental Funds
For the Year Ended December 31, 2006

Reconciliation to the Statement of Activities

Net Change in Fund Balances as shown on previous page \$ (151,200)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital assets reported as capital outlay in governmental fund statements	\$ 3,564,922	
Donated capital assets	158,092	
Depreciation expense reported in the statement of activities	<u>(2,384,502)</u>	
Amount by which capital outlays are greater than depreciation in current period		1,338,512

In governmental funds the entire proceeds, if any, from the disposal of capital assets is reported as an other financing source. In the statement of activities only the gain (or loss) on the disposal is reported.

Proceeds from the disposition of capital assets as reported on the governmental funds operating statement	\$ (38,122)	
Gain on disposition reported on the statement of activities	<u>1,434</u>	
Book value of capital assets disposed of		(39,556)

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

19,510

Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the statement of activities when earned.

378,748

Some capital assets acquired during the year were financed with debt. In addition, the Town issued debt to advance refund debt issues from prior years. The amount of the debt is reported in the governmental funds as a source of financing. In the statement of net assets, however, debt constitutes a long-term liability.

The amount of debt reported in the governmental funds statement is: (2,530,000)

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

Current year maturities 3,995,708

Interest payments on outstanding debt are reported in the governmental funds as an expenditure when paid, in the statement of activities interest is reported as it accrues.

39,629

In prior years, the Town advance refunded long-term debt. The loss on the advance refunding is not recorded in the governmental funds. In the statement of activities, the loss is amortized over the life of the refunding debt issue.

(9,439)

Bond issue costs are reported in the governmental funds as an expenditure. In the statement of activities, these costs are capitalized and amortized over the life of the bonds.

(15,546)

Change in Net Assets of Governmental Activities as Reported in the Statement of Activities (see pages 4 - 5)

\$ 3,026,366

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

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
General Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual Amounts	Variance Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 4,962,900	\$ 4,962,900	\$ 4,968,114	\$ 5,214
Special assessments	79,700	79,700	80,579	879
Intergovernmental	1,753,100	1,802,811	1,855,535	52,724
Licenses and permits	721,200	721,200	635,339	(85,861)
Fines and forfeitures	256,000	256,000	293,086	37,086
Public charges for services	659,800	659,800	667,059	7,259
Intergovernmental charges for services	212,000	212,000	224,620	12,620
Miscellaneous	273,600	273,600	516,472	242,872
Total Revenues	8,918,300	8,968,011	9,240,804	272,793
Expenditures				
Current				
General government	1,765,100	1,765,100	1,406,729	358,371
Public safety	4,778,200	4,846,211	4,919,527	(73,316)
Public works	2,505,000	2,505,000	2,420,456	84,544
Health and human services	2,200	2,200	1,532	668
Culture and recreation	132,000	132,000	127,555	4,445
Conservation and development	229,400	229,400	252,073	(22,673)
Total Expenditures	9,411,900	9,479,911	9,127,872	352,039
Excess of Revenues Over (Under) Expenditures	(493,600)	(511,900)	112,932	624,832
Other Financing Sources (Uses)				
Sale of capital assets	10,200	10,200	38,122	27,922
Transfers in	353,900	353,900	366,328	12,428
Transfers out	(120,000)	(120,000)	(158,600)	(38,600)
Total Other Financing Sources (Uses)	244,100	244,100	245,850	1,750
Net Change in Fund Balances	(249,500)	(267,800)	358,782	626,582
Fund Balances - January 1	3,207,536	3,207,536	3,207,536	-
Fund Balances - December 31	\$ 2,958,036	\$ 2,939,736	\$ 3,566,318	\$ 626,582

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

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Special Assessment Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual Amounts	Variance Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Special assessments	\$ 830,000	\$ 830,000	\$ 1,155,807	\$ 325,807
Miscellaneous	196,200	196,200	309,312	113,112
Total Revenues	<u>1,026,200</u>	<u>1,026,200</u>	<u>1,465,119</u>	<u>438,919</u>
Expenditures				
Capital outlay	-	-	-	-
Excess of Revenues Over (Under) Expenditures	<u>1,026,200</u>	<u>1,026,200</u>	<u>1,465,119</u>	<u>438,919</u>
Other Financing Uses				
Transfers out	<u>(1,227,600)</u>	<u>(1,227,600)</u>	<u>(1,227,600)</u>	<u>-</u>
Net Change in Fund Balances	(201,400)	(201,400)	237,519	438,919
Fund Balances - January 1	<u>4,029,886</u>	<u>4,029,886</u>	<u>4,029,886</u>	<u>-</u>
Fund Balances - December 31	<u>\$ 3,828,486</u>	<u>\$ 3,828,486</u>	<u>\$ 4,267,405</u>	<u>\$ 438,919</u>

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

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Sanitary District No. 3 Fund
For the Year Ended December 31, 2006

	Budgeted Amounts		Actual Amounts	Variance Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 303,000	\$ 303,000	\$ 44,555	\$ (258,445)
Public charges for services	1,285,000	1,285,000	1,262,451	(22,549)
Miscellaneous	73,000	73,000	175,928	102,928
Total Revenues	<u>1,661,000</u>	<u>1,661,000</u>	<u>1,482,934</u>	<u>(178,066)</u>
Expenditures				
Current				
Public works	162,000	162,000	132,768	29,232
Debt service				
Interest and fiscal charges	3,000	3,000	11,170	(8,170)
Capital outlay	1,742,900	1,742,900	1,389,747	353,153
Total Expenditures	<u>1,907,900</u>	<u>1,907,900</u>	<u>1,533,685</u>	<u>374,215</u>
Excess of Revenues Over (Under) Expenditures	<u>(246,900)</u>	<u>(246,900)</u>	<u>(50,751)</u>	<u>196,149</u>
Other Financing Sources				
Long-term debt issued	172,100	172,100	1,245,000	1,072,900
Transfers out	(1,334,700)	(1,334,700)	(1,341,299)	(6,599)
Total Other Financing Sources (Uses)	<u>(1,162,600)</u>	<u>(1,162,600)</u>	<u>(96,299)</u>	<u>1,066,301</u>
Net Change in Fund Balances	<u>(1,409,500)</u>	<u>(1,409,500)</u>	<u>(147,050)</u>	<u>1,262,450</u>
Fund Balances - January 1	<u>3,973,555</u>	<u>3,973,555</u>	<u>3,973,555</u>	<u>-</u>
Fund Balances - December 31	<u>\$ 2,564,055</u>	<u>\$ 2,564,055</u>	<u>\$ 3,826,505</u>	<u>\$ 1,262,450</u>

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

TOWN OF GRAND CHUTE, WISCONSIN

Statement of Net Assets

Proprietary Funds

December 31, 2006

	Sanitary District No. 1	Sanitary District No. 2	East Side Utility	Total Enterprise Funds
ASSETS				
Current assets				
Cash and investments	\$ 1,285,077	\$ 5,855,612	\$ 124,047	\$ 7,264,736
Receivables				
Accounts	650,303	657,105	6,533	1,313,941
Interest	13,594	24,020	-	37,614
Receivable from fiduciary fund	323,609	157,799	25,000	506,408
Inventories and prepaid expenses	19,536	-	-	19,536
Total Current Assets	2,292,119	6,694,536	155,580	9,142,235
Noncurrent assets				
Receivables				
Special assessments	888,993	1,345,882	-	2,234,875
Restricted assets				
Cash and investments	1,877,528	3,053,732	-	4,931,260
Deferred charges	77,900	10,248	-	88,148
Capital assets, nondepreciable				
Land	52,459	6,100	-	58,559
Construction in progress	236,464	281,732	-	518,196
Capital assets, depreciable				
Buildings	177,432	-	-	177,432
Machinery and equipment	940,054	718,677	3,000	1,661,731
Infrastructure	20,518,210	18,138,692	1,094,694	39,751,596
Less: Accumulated depreciation	(4,232,017)	(4,765,885)	(290,261)	(9,288,163)
Total Capital Assets, Net of Accumulated Depreciation	17,692,602	14,379,316	807,433	32,879,351
Total Noncurrent Assets	20,537,023	18,789,178	807,433	40,133,634
TOTAL ASSETS	22,829,142	25,483,714	963,013	49,275,869

(Continued)

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Net Assets (Continued)
Proprietary Funds
December 31, 2006

	Sanitary District No. 1	Sanitary District No. 2	East Side Utility	Total Enterprise Funds
LIABILITIES				
Current liabilities				
Accounts payable	\$ 242,062	\$ 432,936	\$ 2,553	\$ 677,551
Accrued and other current liabilities	4,633	3,716	-	8,349
Accrued interest	50,516	18,302	-	68,818
Due to other governments	476,882	-	-	476,882
Deferred revenue	-	-	24,002	24,002
Current portion of general obligation debt	593,924	422,053	-	1,015,977
Total Current Liabilities	1,368,017	877,007	26,555	2,271,579
Noncurrent liabilities				
General obligation debt	3,707,625	2,461,955	-	6,169,580
Compensated absences	46,053	46,053	-	92,106
Total Noncurrent Liabilities	3,753,678	2,508,008	-	6,261,686
TOTAL LIABILITIES	5,121,695	3,385,015	26,555	8,533,265
NET ASSETS				
Invested in capital assets, net of related debt	13,784,013	12,772,503	807,433	27,363,949
Restricted for				
Debt service	693,528	508,937	-	1,202,465
Capital projects	740,524	1,249,298	-	1,989,822
Unrestricted	2,489,382	7,567,961	129,025	10,186,368
TOTAL NET ASSETS	\$ 17,707,447	\$ 22,098,699	\$ 936,458	\$ 40,742,604

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

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the Year Ended December 31, 2006

	Sanitary District No. 1	Sanitary District No. 2	East Side Utility	Total
Operating Revenues				
Charges for services	\$ 3,342,812	\$ 2,546,857	\$ 25,778	\$ 5,915,447
Other	147,296	202,899	-	350,195
Total Operating Revenues	<u>3,490,108</u>	<u>2,749,756</u>	<u>25,778</u>	<u>6,265,642</u>
Operating Expenses				
Operations and maintenance	3,039,613	1,780,768	22,054	4,842,435
Depreciation	377,587	406,931	18,857	803,375
Taxes	21,479	13,514	-	34,993
Total Operating Expenses	<u>3,438,679</u>	<u>2,201,213</u>	<u>40,911</u>	<u>5,680,803</u>
Operating Income (Loss)	<u>51,429</u>	<u>548,543</u>	<u>(15,133)</u>	<u>584,839</u>
Nonoperating Revenues (Expenses)				
Property taxes	57,466	-	26,999	84,465
Intergovernmental	533	-	-	533
Interest income	144,714	345,363	5,322	495,399
Interest expense	(147,916)	(66,866)	-	(214,782)
Amortization of debt discount	(3,539)	(5,740)	-	(9,279)
Total Nonoperating Revenues (Expenses)	<u>51,258</u>	<u>272,757</u>	<u>32,321</u>	<u>356,336</u>
Income (Loss) Before Contributions	102,687	821,300	17,188	941,175
Capital contributions	<u>767,981</u>	<u>245,162</u>	<u>-</u>	<u>1,013,143</u>
Change in Net Assets	870,668	1,066,462	17,188	1,954,318
Net Assets - January 1	<u>16,836,779</u>	<u>21,032,237</u>	<u>919,270</u>	<u>38,788,286</u>
Net Assets - December 31	<u>\$ 17,707,447</u>	<u>\$ 22,098,699</u>	<u>\$ 936,458</u>	<u>\$ 40,742,604</u>

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

TOWN OF GRAND CHUTE, WISCONSIN

Statement of Cash Flows

Proprietary Funds

Year Ended December 31, 2006

	Sanitary District No. 1	Sanitary District No. 2	East Side Utility	Total
Cash Flows from Operating Activities				
Cash received from customers	\$ 3,482,215	\$ 2,723,019	\$ 25,214	\$ 6,230,448
Cash payments to employees	(325,330)	(254,283)	(2,681)	(582,294)
Cash payments to suppliers	(2,655,926)	(1,395,180)	(22,135)	(4,073,241)
Net Cash Provided by Operating Activities	500,959	1,073,556	398	1,574,913
Cash Flows from Noncapital Financing Activities				
Changes in assets and liabilities				
Due from other funds	(127,630)	(24,005)	2,000	(149,635)
Deferred property tax revenue	-	-	(2,998)	(2,998)
Property taxes	57,466	-	26,999	84,465
Operating grants	533	-	-	533
Net Cash Provided (Used) by Noncapital Financing Activities	(69,631)	(24,005)	26,001	(67,635)
Cash Flows from Capital and Related Financing Activities				
Acquisition of capital assets	(1,287,060)	(1,300,300)	-	(2,587,360)
Capital contributions	293,219	79,178	-	372,397
Proceeds from long-term debt	395,000	1,290,000	-	1,685,000
Principal payments on long-term debt	(591,957)	(410,553)	-	(1,002,510)
Interest payments on long-term debt	(155,410)	(70,501)	-	(225,911)
Bond premium	2,283	1,247	-	3,530
Net Cash Used by Capital and Related Financing Activities	(1,343,925)	(410,929)	-	(1,754,854)
Cash Flows Provided by Investing Activities				
Interest from investments	150,165	356,362	5,322	511,849
Change in Cash and Cash Equivalents	(762,432)	994,984	31,721	264,273
Cash and Cash Equivalents - January 1	3,925,037	7,914,360	92,326	11,931,723
Cash and Cash Equivalents - December 31	\$ 3,162,605	\$ 8,909,344	\$ 124,047	\$ 12,195,996

(Continued)

TOWN OF GRAND CHUTE, WISCONSIN

Statement of Net Assets

Fiduciary Funds

December 31, 2006

	<u>Tax Collection</u>	<u>Developer Deposits</u>	<u>Total Agency Funds</u>
ASSETS			
Cash and investments	\$ 12,911,011	\$ 11,077	\$ 12,922,088
Receivables			
Taxes	20,388,147	-	20,388,147
TOTAL ASSETS	<u>\$ 33,299,158</u>	<u>\$ 11,077</u>	<u>\$ 33,310,235</u>
LIABILITIES			
Accounts payable	\$ 152,348	\$ -	\$ 152,348
Payable to primary government	511,952	-	511,952
Due to other governments	32,634,858	-	32,634,858
Deposits	-	11,077	11,077
TOTAL LIABILITIES	<u>\$ 33,299,158</u>	<u>\$ 11,077</u>	<u>\$ 33,310,235</u>

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