

TOWN OF GRAND CHUTE, WISCONSIN

ANNUAL FINANCIAL REPORT

DECEMBER 31, 2011

TOWN OF GRAND CHUTE, WISCONSIN
December 31, 2011

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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, 2011, 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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, 2011, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note A.6, the Town has implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, for the year ended December 31, 2011.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2012, 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.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Grand Chute, Wisconsin's financial statements as a whole. 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 financial statements. The supplemental information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.



Certified Public Accountants
Green Bay, Wisconsin
June 8, 2012

BASIC FINANCIAL STATEMENTS

TOWN OF GRAND CHUTE, WISCONSIN

Statement of Net Assets

December 31, 2011

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 16,770,936	\$ 11,936,095	\$ 28,707,031
Receivables			
Taxes	7,994,717	-	7,994,717
Special assessments	3,927,689	3,233,090	7,160,779
Accounts	666,445	2,294,130	2,960,575
Internal balances	1,941,224	(1,941,224)	-
Receivable from fiduciary fund	-	523,212	523,212
Inventories and prepaid items	195,150	58,906	254,056
Deferred charges	153,954	149,385	303,339
Restricted assets			
Cash and investments	-	2,715,097	2,715,097
Capital assets, nondepreciable			
Land	2,586,389	1,000,709	3,587,098
Construction in progress	5,910,097	2,864,522	8,774,619
Capital assets, depreciable			
Land improvements	1,439,361	6,165,383	7,604,744
Buildings	12,775,942	177,432	12,953,374
Machinery and equipment	6,013,307	2,084,911	8,098,218
Infrastructure	57,149,041	55,844,798	112,993,839
Less: Accumulated depreciation	(35,502,144)	(15,967,812)	(51,469,956)
TOTAL ASSETS	82,022,108	71,138,634	153,160,742
LIABILITIES			
Accounts payable	1,150,122	692,474	1,842,596
Accrued and other current liabilities	327,846	22,870	350,716
Accrued interest payable	183,910	112,751	296,661
Due to other governments	1,199	734,746	735,945
Unearned revenues	10,936,717	19,550	10,956,267
Long-term obligations			
Due within one year	3,618,502	2,306,498	5,925,000
Due in more than one year	16,623,007	8,686,025	25,309,032
TOTAL LIABILITIES	32,841,303	12,574,914	45,416,217
NET ASSETS			
Invested in capital assets, net of related debt	35,495,014	41,432,957	76,927,971
Restricted for			
Debt service	5,813,854	-	5,813,854
Fire impact fees	59,424	-	59,424
Unrestricted	7,812,513	17,130,763	24,943,276
TOTAL NET ASSETS	\$ 49,180,805	\$ 58,563,720	\$ 107,744,525

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, 2011

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General government	\$ 1,959,033	\$ 405,424	\$ -	\$ -
Public safety	7,133,826	476,729	186,950	-
Public works	6,465,705	1,086,073	1,646,223	2,241,165
Culture and recreation	203,783	58,381	1,155	-
Conservation and development	1,369,622	333,023	1,000	-
Interest on debt	681,881	-	-	-
Total Governmental Activities	17,813,850	2,359,630	1,835,328	2,241,165
Business-type Activities				
Water utility	5,173,044	4,885,016	-	51,726
Sewer utility	2,663,297	2,828,053	-	35,227
Storm water utility	918,783	2,739,441	-	589,344
Total Business-type Activities	8,755,124	10,452,510	-	676,297
Total	\$ 26,568,974	\$ 12,812,140	\$ 1,835,328	\$ 2,917,462

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

Transfers

Total general revenues and transfers

Change in net assets

Net assets - January 1

Prior period adjustment

Net assets - January 1, restated

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

\$ (1,553,609)	\$ -	\$ (1,553,609)
(6,470,147)	-	(6,470,147)
(1,492,244)	-	(1,492,244)
(144,247)	-	(144,247)
(1,035,599)	-	(1,035,599)
(681,881)	-	(681,881)
<u>(11,377,727)</u>	<u>-</u>	<u>(11,377,727)</u>

-	(236,302)	(236,302)
-	199,983	199,983
-	2,410,002	2,410,002
<u>-</u>	<u>2,373,683</u>	<u>2,373,683</u>

<u>(11,377,727)</u>	<u>2,373,683</u>	<u>(9,004,044)</u>
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7,417,148	19,400	7,436,548
2,400,000	-	2,400,000
955,109	-	955,109

414,239	403	414,642
361,423	171,298	532,721
198,132	500	198,632
15,338	(15,338)	-
<u>11,761,389</u>	<u>176,263</u>	<u>11,937,652</u>

<u>383,662</u>	<u>2,549,946</u>	<u>2,933,608</u>
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48,717,578	56,013,774	104,731,352
79,565	-	79,565

<u>48,797,143</u>	<u>56,013,774</u>	<u>104,810,917</u>
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<u>\$ 49,180,805</u>	<u>\$ 58,563,720</u>	<u>\$ 107,744,525</u>
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TOWN OF GRAND CHUTE, WISCONSIN

Balance Sheet
Governmental Funds
December 31, 2011

	General	Special Assessment	Debt Service
ASSETS			
Cash and investments	\$ 5,029,885	\$ 5,980,930	\$ 907,766
Receivables			
Taxes	5,821,317	741,478	1,431,922
Special assessments	-	3,927,689	-
Accounts	323,587	109,953	-
Due from other funds	2,012,290	-	-
Inventories and prepaid items	195,150	-	-
	<u>\$ 13,382,229</u>	<u>\$ 10,760,050</u>	<u>\$ 2,339,688</u>
TOTAL ASSETS			
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ 430,294	\$ 78,047	\$ 1,200
Accrued and other current liabilities	327,846	-	-
Due to other funds	-	-	-
Due to other governments	1,199	-	-
Deferred revenues	8,769,917	5,046,337	2,160,300
Total Liabilities	<u>9,529,256</u>	<u>5,124,384</u>	<u>2,161,500</u>
Fund Balances			
Fund Balances			
Nonspendable			
Inventories and prepaid items	195,150	-	-
Restricted			
Retirement of long-term debt	-	5,635,666	178,188
Debt proceeds	-	-	-
Fire impact fees	-	-	-
Assigned			
Equipment replacement	590,900	-	-
Dental insurance	27,438	-	-
Economic development	-	-	-
Park development	-	-	-
Public safety donations	-	-	-
Unassigned			
General fund	3,039,485	-	-
Total Fund Balances	<u>3,852,973</u>	<u>5,635,666</u>	<u>178,188</u>
	<u>\$ 13,382,229</u>	<u>\$ 10,760,050</u>	<u>\$ 2,339,688</u>
TOTAL LIABILITIES AND FUND BALANCES			

(Continued)

Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 4,603,815	\$ 248,540	\$ 16,770,936
-	-	7,994,717
-	-	3,927,689
-	232,905	666,445
-	-	2,012,290
-	-	195,150
<u>\$ 4,603,815</u>	<u>\$ 481,445</u>	<u>\$ 31,567,227</u>

\$ 467,280	\$ 173,301	\$ 1,150,122
-	-	327,846
-	71,066	71,066
-	-	1,199
-	6,500	15,983,054
<u>467,280</u>	<u>250,867</u>	<u>17,533,287</u>

-	-	195,150
-	-	5,813,854
4,136,535	-	4,136,535
-	59,424	59,424
-	-	590,900
-	-	27,438
-	68,165	68,165
-	95,366	95,366
-	7,623	7,623
-	-	3,039,485
<u>4,136,535</u>	<u>230,578</u>	<u>14,033,940</u>
<u>\$ 4,603,815</u>	<u>\$ 481,445</u>	<u>\$ 31,567,227</u>

TOWN OF GRAND CHUTE, WISCONSIN
 Balance Sheet (Continued)
 Governmental Funds
 December 31, 2011

Reconciliation to the Statement of Net Assets

Total Fund Balances as shown on previous page		\$ 14,033,940
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.		50,371,993
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.		
Special assessments		5,046,337
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds and notes payable	\$(19,013,514)	
Debt premium	(187,319)	
Loss on advance refunding	23,070	
Compensated absences	(1,063,746)	
Deferred charges - bond issues	153,954	
Accrued interest on long-term obligations	(183,910)	(20,271,465)
Net Assets of Governmental Activities as Reported on the Statement of Net Assets (see page 3)		<u>\$ 49,180,805</u>

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

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TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2011

	General	Special Assessment	Debt Service
Revenues			
Taxes	\$ 7,426,601	\$ -	\$ 2,400,000
Special assessments	107,536	1,639,995	-
Intergovernmental	2,243,693	-	-
Licenses and permits	763,669	-	-
Fines and forfeitures	344,128	-	-
Public charges for services	911,365	-	-
Intergovernmental charges for services	227,363	-	-
Miscellaneous	190,850	222,348	134,184
Total Revenues	<u>12,215,205</u>	<u>1,862,343</u>	<u>2,534,184</u>
Expenditures			
Current			
General government	1,655,617	-	-
Public safety	6,564,889	-	-
Public works	3,330,457	-	-
Culture and recreation	156,200	-	-
Conservation and development	698,553	-	-
Debt service			
Principal	-	-	5,325,462
Interest and fiscal charges	-	-	737,145
Capital outlay	-	-	-
Total Expenditures	<u>12,405,716</u>	<u>-</u>	<u>6,062,607</u>
Excess of Revenues Over (Under) Expenditures	<u>(190,511)</u>	<u>1,862,343</u>	<u>(3,528,423)</u>
Other Financing Sources (Uses)			
Sale of capital assets	33,876	-	-
Transfers in	306,662	-	3,557,166
Transfers out	-	(3,557,166)	-
Total Other Financing Sources (Uses)	<u>340,538</u>	<u>(3,557,166)</u>	<u>3,557,166</u>
Net Change in Fund Balances	150,027	(1,694,823)	28,743
Fund Balances - January 1	<u>3,702,946</u>	<u>7,330,489</u>	<u>149,445</u>
Fund Balances - December 31	<u>\$ 3,852,973</u>	<u>\$ 5,635,666</u>	<u>\$ 178,188</u>

(Continued)

Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 945,656	\$ 10,772,257
-	-	1,747,531
-	-	2,243,693
-	-	763,669
-	-	344,128
-	70,674	982,039
-	-	227,363
39,712	37,982	625,076
<u>39,712</u>	<u>1,054,312</u>	<u>17,705,756</u>

-	-	1,655,617
-	33,641	6,598,530
-	-	3,330,457
-	-	156,200
-	667,598	1,366,151
-	-	5,325,462
-	-	737,145
2,711,290	-	2,711,290
<u>2,711,290</u>	<u>701,239</u>	<u>21,880,852</u>

<u>(2,671,578)</u>	<u>353,073</u>	<u>(4,175,096)</u>
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-	-	33,876
-	-	3,863,828
-	(291,324)	(3,848,490)
-	(291,324)	49,214

<u>(2,671,578)</u>	<u>61,749</u>	<u>(4,125,882)</u>
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<u>6,808,113</u>	<u>168,829</u>	<u>18,159,822</u>
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<u>\$ 4,136,535</u>	<u>\$ 230,578</u>	<u>\$ 14,033,940</u>
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TOWN OF GRAND CHUTE, WISCONSIN
Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Governmental Funds
For the Year Ended December 31, 2011

Reconciliation to the Statement of Activities

Net Change in Fund Balances as shown on previous page \$ (4,125,882)

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	\$ 2,873,227	
Depreciation expense reported in the statement of activities	<u>(3,689,343)</u>	
Amount by which depreciation exceeds capital outlays in current period		(816,116)

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	\$ (22,587)	
Loss on disposition reported on the statement of activities	<u>59,084</u>	
Book value of capital assets disposed of		(81,671)

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:

(415,959)

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.

476,418

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:

5,325,462

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.

37,316

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.

(6,590)

Bond issue costs are reported in the governmental funds as an expenditure while bond premiums are reported as a source of financing. In the statement of activities, these costs are capitalized and amortized over the life of the debt issue.

(9,316)

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

\$ 383,662

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 Balance
Budget and Actual
General Fund
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Variance Final Budget - Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 7,415,943	\$ 7,415,943	\$ 7,426,601	\$ 10,658
Special assessments	105,000	105,000	107,536	2,536
Intergovernmental	2,199,322	2,199,322	2,243,693	44,371
Licenses and permits	707,325	707,325	763,669	56,344
Fines and forfeitures	385,500	385,500	344,128	(41,372)
Public charges for services	953,436	953,436	911,365	(42,071)
Intergovernmental charges for services	231,116	231,116	227,363	(3,753)
Miscellaneous	289,950	289,950	190,850	(99,100)
Total Revenues	12,287,592	12,287,592	12,215,205	(72,387)
Expenditures				
Current				
General government	1,748,780	1,748,780	1,655,617	93,163
Public safety	6,603,183	6,603,183	6,564,889	38,294
Public works	3,324,284	3,324,284	3,330,457	(6,173)
Culture and recreation	198,020	198,020	156,200	41,820
Conservation and development	686,700	686,700	698,553	(11,853)
Total Expenditures	12,560,967	12,560,967	12,405,716	155,251
Excess of Revenues Over (Under) Expenditures	(273,375)	(273,375)	(190,511)	82,864
Other Financing Sources				
Sale of capital assets	5,000	5,000	33,876	28,876
Transfers in	268,375	268,375	306,662	38,287
Total Other Financing Sources	273,375	273,375	340,538	67,163
Net Change in Fund Balance	-	-	150,027	150,027
Fund Balance - January 1	3,702,946	3,702,946	3,702,946	-
Fund Balance - December 31	\$ 3,702,946	\$ 3,702,946	\$ 3,852,973	\$ 150,027

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, 2011

	Sanitary District No. 1	Sanitary District No. 2	Sanitary District No. 3	East Side Utility	Total Enterprise Funds
ASSETS					
Current assets					
Cash and investments	\$ -	\$ 8,006,385	\$ 3,670,934	\$ 258,776	\$ 11,936,095
Receivables					
Accounts	1,028,847	662,548	597,629	5,106	2,294,130
Receivable from fiduciary fund	220,136	121,013	162,513	19,550	523,212
Inventories and prepaid expenses	34,921	19,488	4,497	-	58,906
Total Current Assets	1,283,904	8,809,434	4,435,573	283,432	14,812,343
Noncurrent assets					
Receivables					
Special assessments	1,033,443	1,690,775	508,872	-	3,233,090
Restricted and other assets					
Cash and investments	956,287	1,679,310	79,500	-	2,715,097
Deferred charges	87,155	7,484	54,746	-	149,385
Capital assets, nondepreciable					
Land	52,459	6,100	942,150	-	1,000,709
Construction in progress	504,223	340,747	2,019,552	-	2,864,522
Capital assets, depreciable					
Land improvements	-	-	6,165,383	-	6,165,383
Buildings	177,432	-	-	-	177,432
Machinery and equipment	1,106,091	866,706	106,362	5,752	2,084,911
Infrastructure	24,192,754	20,323,631	10,233,719	1,094,694	55,844,798
Less: Accumulated depreciation	(6,112,023)	(6,834,453)	(2,635,057)	(386,279)	(15,967,812)
Total Capital Assets, Net of Accumulated Depreciation	19,920,936	14,702,731	16,832,109	714,167	52,169,943
Total Noncurrent Assets	21,997,821	18,080,300	17,475,227	714,167	58,267,515
TOTAL ASSETS	23,281,725	26,889,734	21,910,800	997,599	73,079,858

(Continued)

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Net Assets (Continued)
Proprietary Funds
December 31, 2011

	Sanitary District No. 1	Sanitary District No. 2	Sanitary District No. 3	East Side Utility	Total Enterprise Funds
LIABILITIES					
Current liabilities					
Accounts payable	22,925	150,764	171,471	2,179	347,339
Accrued and other current liabilities	10,955	6,788	5,127	-	22,870
Accrued interest	45,018	6,814	60,919	-	112,751
Due to other funds	1,941,224	-	-	-	1,941,224
Due to other governments	734,746	-	-	-	734,746
Unearned revenue	-	-	-	19,550	19,550
Current portion of general obligation debt	764,460	317,038	1,225,000	-	2,306,498
Total Current Liabilities	3,519,328	481,404	1,462,517	21,729	5,484,978
Noncurrent liabilities					
Accounts payable	345,135	-	-	-	345,135
General obligation debt	2,449,274	740,714	5,320,000	-	8,509,988
Debt premium	24,494	7,030	62,970	-	94,494
Loss on advance refunding	-	-	(6,648)	-	(6,648)
Compensated absences	48,690	39,501	-	-	88,191
Total Noncurrent Liabilities	2,867,593	787,245	5,376,322	-	9,031,160
TOTAL LIABILITIES	6,386,921	1,268,649	6,838,839	21,729	14,516,138
NET ASSETS					
Invested in capital assets, net of related debt	16,707,202	13,644,979	10,366,609	714,167	41,432,957
Unrestricted	187,602	11,976,106	4,705,352	261,703	17,130,763
TOTAL NET ASSETS	\$ 16,894,804	\$ 25,621,085	\$ 15,071,961	\$ 975,870	\$ 58,563,720

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, 2011

	Sanitary District No. 1	Sanitary District No. 2	Sanitary District No. 3	East Side Utility	Total
Operating Revenues					
Charges for services	\$ 4,731,515	\$ 2,537,796	\$ 2,720,313	\$ 17,360	\$ 10,006,984
Other	153,501	271,994	19,128	903	445,526
Total Operating Revenues	<u>4,885,016</u>	<u>2,809,790</u>	<u>2,739,441</u>	<u>18,263</u>	<u>10,452,510</u>
Operating Expenses					
Operations and maintenance	4,573,146	2,077,886	331,535	23,174	7,005,741
Depreciation	439,519	481,568	344,505	19,242	1,284,834
Taxes	29,590	13,889	-	-	43,479
Total Operating Expenses	<u>5,042,255</u>	<u>2,573,343</u>	<u>676,040</u>	<u>42,416</u>	<u>8,334,054</u>
Operating Income (Loss)	<u>(157,239)</u>	<u>236,447</u>	<u>2,063,401</u>	<u>(24,153)</u>	<u>2,118,456</u>
Nonoperating Revenues (Expenses)					
Property taxes	-	-	-	19,400	19,400
Other income	250	250	-	-	500
Intergovernmental	403	-	-	-	403
Interest income	11,303	95,520	62,113	2,362	171,298
Interest expense	(130,772)	(46,712)	(241,024)	-	(418,508)
Amortization of debt discount	(17)	(826)	(1,719)	-	(2,562)
Total Nonoperating Revenues (Expenses)	<u>(118,833)</u>	<u>48,232</u>	<u>(180,630)</u>	<u>21,762</u>	<u>(229,469)</u>
Income (Loss) Before Contributions and Transfers	<u>(276,072)</u>	<u>284,679</u>	<u>1,882,771</u>	<u>(2,391)</u>	<u>1,888,987</u>
Capital contributions	51,726	35,227	589,344	-	676,297
Transfers out	-	-	(15,338)	-	(15,338)
Change in Net Assets	<u>(224,346)</u>	<u>319,906</u>	<u>2,456,777</u>	<u>(2,391)</u>	<u>2,549,946</u>
Net Assets - January 1	<u>17,119,150</u>	<u>25,301,179</u>	<u>12,615,184</u>	<u>978,261</u>	<u>56,013,774</u>
Net Assets - December 31	<u>\$ 16,894,804</u>	<u>\$ 25,621,085</u>	<u>\$ 15,071,961</u>	<u>\$ 975,870</u>	<u>\$ 58,563,720</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

For the Year Ended December 31, 2011

	Sanitary District No. 1	Sanitary District No. 2	Sanitary District No. 3	East Side Utility	Total
Cash Flows from Operating Activities					
Cash received from customers	\$ 4,912,006	\$ 2,796,289	\$ 2,716,181	\$ 19,811	\$ 10,444,287
Cash payments to employees	(443,196)	(332,699)	(158,825)	(8,717)	(943,437)
Cash payments to suppliers	(4,137,415)	(1,814,313)	(214,702)	(14,469)	(6,180,899)
Net Cash Provided (Used) by Operating Activities	<u>331,395</u>	<u>649,277</u>	<u>2,342,654</u>	<u>(3,375)</u>	<u>3,319,951</u>
Cash Flows from Noncapital Financing Activities					
Changes in assets and liabilities					
Due from other funds	677,841	(5,202)	-	-	672,639
Property taxes	-	-	-	19,400	19,400
Operating grants	403	-	-	-	403
Operating grants	-	-	(15,338)	-	(15,338)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>678,244</u>	<u>(5,202)</u>	<u>(15,338)</u>	<u>19,400</u>	<u>677,104</u>
Cash Flows from Capital and Related Financing Activities					
Acquisition of capital assets	(198,171)	(169,023)	(803,976)	-	(1,171,170)
Proceeds from sale of capital assets	748	748	-	-	1,496
Capital contributions	139,654	121,160	620,863	-	881,677
Principal payments on long-term debt	(765,980)	(313,558)	(1,355,000)	-	(2,434,538)
Interest payments on long-term debt	(140,734)	(49,476)	(240,065)	-	(430,275)
Net Cash Used by Capital and Related Financing Activities	<u>(964,483)</u>	<u>(410,149)</u>	<u>(1,778,178)</u>	<u>-</u>	<u>(3,152,810)</u>
Cash Flows Provided by Investing Activities					
Interest from investments	11,303	95,520	62,113	2,362	171,298
Change in Cash and Cash Equivalents	56,459	329,446	611,251	18,387	1,015,543
Cash and Cash Equivalents - January 1	899,828	9,356,249	3,139,183	240,389	13,635,649
Cash and Cash Equivalents - December 31	<u>\$ 956,287</u>	<u>\$ 9,685,695</u>	<u>\$ 3,750,434</u>	<u>\$ 258,776</u>	<u>\$ 14,651,192</u>
Reconciliation of Cash and Cash Equivalents to Statement of Net Assets					
Cash and investments	\$ -	\$ 8,006,385	\$ 3,670,934	\$ 258,776	\$ 11,936,095
Restricted assets	956,287	1,679,310	79,500	-	2,715,097
	<u>\$ 956,287</u>	<u>\$ 9,685,695</u>	<u>\$ 3,750,434</u>	<u>\$ 258,776</u>	<u>\$ 14,651,192</u>

(Continued)

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Cash Flows (Continued)
Proprietary Funds
Year Ended December 31, 2011

	Sanitary District No. 1	Sanitary District No. 2	Sanitary District No. 3	East Side Utility	Total
Reconciliation of Operating Income (Loss) to					
Net Cash Provided (Used) by Operating Activities					
Operating income (loss)	\$ (157,239)	\$ 236,447	\$ 2,063,401	\$ (24,153)	\$ 2,118,456
Adjustments to reconcile operating					
income (loss) to net cash provided by					
operating activities					
Depreciation	439,519	481,568	344,505	19,242	1,284,834
Depreciation reimbursement	38,920	(38,920)	-	-	-
Depreciation allocated to transportation	30,567	-	-	-	30,567
Other income	250	250	-	-	500
Changes in assets and liabilities					
Accounts receivable	26,740	(13,751)	(5,896)	1,548	8,641
Receivable from fiduciary funds	-	-	(17,364)	-	(17,364)
Inventories	1,587	(1,952)	(4,497)	-	(4,862)
Accounts payable	(39,184)	2,788	(39,325)	(12)	(75,733)
Accrued liabilities	(1,692)	(995)	1,830	-	(857)
Due to other governmental units	(1,104)	-	-	-	(1,104)
Compensated absences	(6,969)	(16,158)	-	-	(23,127)
Net Cash Provided (Used) by					
Operating Activities	<u>\$ 331,395</u>	<u>\$ 649,277</u>	<u>\$ 2,342,654</u>	<u>\$ (3,375)</u>	<u>\$ 3,319,951</u>

Noncash Investing, Capital and Financing Activities
None

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

TOWN OF GRAND CHUTE, WISCONSIN
Statement of Net Assets
Fiduciary Funds
December 31, 2011

	Tax Collection	Developer Deposits	Total Agency Funds
ASSETS			
Cash and investments	\$ 11,050,241	\$ 11,077	\$ 11,061,318
Receivables			
Taxes	27,220,459	-	27,220,459
TOTAL ASSETS	<u>\$ 38,270,700</u>	<u>\$ 11,077</u>	<u>\$ 38,281,777</u>
LIABILITIES			
Accounts payable	\$ 69,382	\$ 11,077	\$ 80,459
Payable to primary government	523,212	-	523,212
Due to other governments	37,678,106	-	37,678,106
TOTAL LIABILITIES	<u>\$ 38,270,700</u>	<u>\$ 11,077</u>	<u>\$ 38,281,777</u>

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