

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Annual Comprehensive Financial Report
Year Ended December 31, 2022

Prepared by the Finance Department

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Annual Comprehensive Financial Report
Year Ended December 31, 2022

Table of Contents

	<u>Page(s)</u>
Introduction:	
Transmittal Letter	1-4
Organizational Chart	5
Directory of Officials	6
Financial Section:	
Independent Auditors' Report	7-9
Management's Discussion and Analysis (required supplementary information)	10-21
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	22
Statement of Activities	23
Fund Financial Statements:	
Balance Sheet - Governmental Funds	24
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position	25
Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds	26
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	27
Statement of Revenues, Expenditures, and Changes in Fund Balance- Budget to Actual - General Fund	28
Statement of Net Position - Proprietary Funds	29
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	30
Statement of Cash Flows - Proprietary Funds	31-32
Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position	33
Notes to Financial Statements	34-82
Required Supplementary Information:	
Schedule of Proportionate Share of Net Pension Asset (Liability) and Employer Contributions	83
Schedule of Proportionate Share of Net OPEB - Life Insurance Asset (Liability) and Employer Contributions	84
Schedule of Changes in Total OPEB - Health Liability and Related Ratios	85
Notes to Required Supplementary Information	86-87
Other Supplementary Information:	
Combining and Individual Fund Statements and Schedules:	
Comparative Balance Sheets - General Fund	88
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances - General Fund	89-90
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual - Debt Service Fund	91
Combining Balance Sheet - Non-Major Governmental Funds	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Governmental Funds	93
Combining Balance Sheet - Non-Major Special Revenue Funds	94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Special Revenue Funds	95
Combining Balance Sheet - Non-Major Capital Projects Funds	96
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-Major Capital Projects Funds	97
Comparative Statements of Net Position - Water Utility	98
Comparative Statements of Revenues, Expenses and Changes in Net Position - Water Utility	99
Comparative Statements of Cash Flows - Water Utility	100-101

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Annual Comprehensive Financial Report
Year Ended December 31, 2022

Table of Contents
(Continued)

	<u>Page(s)</u>
Financial Section (Continued):	
Other Supplementary Information (Continued):	
Combining and Individual Fund Statements and Schedules (Continued):	
Comparative Statements of Net Position - Sewer Utility	102
Comparative Statements of Revenues, Expenses and Changes in Net Position - Sewer Utility	103
Comparative Statements of Cash Flows - Sewer Utility	104-105
Comparative Statements of Net Position - Storm Water Utility	106
Comparative Statements of Revenues, Expenses and Changes in Net Position - Storm Water Utility	107
Comparative Statements of Cash Flows - Storm Water Utility	108-109
Statement of Net Position - Solid Waste Collection Fund	110
Statement of Revenues, Expenses and Changes in Net Position - Solid Waste Collection Fund	111
Statements of Cash Flows - Solid Waste Collection Fund	112-113
Comparative Statements of Net Position - Risk Management Fund	114
Comparative Statements of Revenues, Expenses and Changes in Net Position - Risk Management Fund	115
Comparative Statements of Cash Flows - Risk Management Fund	116
Schedule of Long-term Obligations	117-119
Statistical Section:	
Net Position by Component	120
Changes in Net Position - Summary	121
Changes in Net Position - Expenses by Function	122
Changes in Net Position - Summary of Program Revenues by Type	123
Changes in Net Position - Charges for Services by Function	124
Changes in Net Position - Operating Grants and Contributions by Function	125
Changes in Net Position - Capital Grants and Contributions by Function	126
Changes in Net Position - General Revenues and Other Changes in Net Position	127
Fund Balances - Governmental Funds	128
Changes in Fund Balances - Governmental Funds - Summary	129
Changes in Fund Balances - Governmental Funds - Revenues	130
Changes in Fund Balances - Governmental Funds - Expenditures	131
Changes in Fund Balances - Governmental Funds - Revenues - Other Financing Sources (Uses) and Other Changes in Fund Balance	132
Assessed and Estimated Actual Value of Taxable Property	133
Property Value and Construction Data	134
Direct and Overlapping Property Tax Rates	135
Ten Largest Assessed Valuations	136
Property Tax Levies and Collections	137
Ratio of Outstanding Debt by Type to Personal Income and Property Value	138
Ratio of General Bonded Debt to Equalized Valuation and Debt Per Capita	139
Sewer Utility Revenue Bond Coverage	140
Water Utility Revenue Bond Coverage	141
Computation of Legal Debt Margin	142
Computation of Direct and Overlapping Debt	143
Demographic and Economic Statistics	144
Principal Employers	145
Full Time Equivalent Employees by Function	146
Operating Indicators and Information about Capital Assets by Function/Department	147-148

INTRODUCTION

July 31, 2023

Citizens of Menomonee Falls
Members of the Board of Trustees

Wisconsin Statutes and the Wisconsin Administrative Code require that municipalities with a population greater than 25,000 publish, at the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. The attached Comprehensive Annual Financial Report of the Village of Menomonee Falls for the fiscal year ended December 31, 2022 satisfies these requirements.

The Village retained the services of Reilly, Penner & Benton, LLP to perform its audit. Based upon standard audit procedures, Reilly, Penner & Benton, LLP has issued an unmodified opinion on the Village's financial statements for the year ended December 31, 2022. The auditor's opinion is located at the front of the financial section of this report.

This report was prepared to provide the Village Board, Village staff, our citizens, our bondholders and other interested parties with detailed information concerning the financial condition of Village government. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Village.

This report was prepared by the Village's Finance Department and contains representations concerning the finances of the Village. We believe the data, as presented, is accurate in all material respects, and is organized in a manner designed to present fairly the financial position and results of operations of the Village. We also believe that all disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included.

The financial section of this report includes Management's Discussion and Analysis (MD&A), an overview of the basic financial statements. The Village's MD&A can be found immediately following the report of the independent auditors. This letter of transmittal is designed to complement the MD&A, and should be read in conjunction with it.

VILLAGE PROFILE

The Village of Menomonee Falls is located in Waukesha County directly northwest of the City of Milwaukee, in the southeast corner of Wisconsin. Incorporated in 1892, the Village of Menomonee Falls covers approximately 33 square miles and has a population of 39,213 (per the State of Wisconsin Department of Administration). Approximately one third of the Village remains undeveloped.

VILLAGE PROFILE (continued)

The governing and legislative body of the Village is the seven member Village Board. The Village operates under the council/manager form of government whereby the appointed Village Manager is responsible for the day-to-day operations of the Village, the appointment of administrative staff members, and the supervision of all Village employees.

The Village provides typical municipal services including; police, fire, and ambulance services; public works activities such as highway and street maintenance, garbage and recycling collection; recreational activities such as parks, public library and historical center; community development activities including planning and zoning enforcement, economic development, and supportive services such as general administration and finance. The Village operates Water, Sewer, and Storm Water utilities as well as Garbage and Recycling as enterprise funds. Risk management services for property liability are accounted for in the Village's Internal Service Fund.

For financial reporting purposes, all funds involved in the provision of these services are included if the Village is considered financially accountable for the fund. Financial accountability is determined by several different factors including fiscal dependence, ability to impose its will upon the entity's governing body, provision of specific financial burdens or benefits and separate legal status. After careful evaluation, the Village has included in this financial report all funds of the Village, including the Water, Sewer, and Storm Water Utilities, Garbage and Recycling, as well as the Tourism Commission, a special revenue fund.

ACCOUNTING SYSTEMS AND BUDGETARY CONTROL

The Village's accounting records for governmental and agency funds are based upon the modified accrual basis, with revenues recorded when available and measurable and expenditures recorded when the services and goods are received and the liabilities are incurred. Accounting records for the Village's utilities and garbage and recycling are maintained on the accrual basis.

In developing the Village's overall accounting system, consideration was given to the adequacy of the internal accounting control structure. Internal controls are designed to provide reasonable, but not absolute assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial resources for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management. I believe that the Village's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Village Board policy provides for adoption of an annual budget prepared by management. The budget, as adopted by the Board, is intended to appropriate expenditures on a program or functional basis. The Village Manager is granted authority to allow the expenditure level for a specific department to exceed the budget amount, provided that the overall program or functional appropriation is not exceeded. Amendments to the adopted General Fund Budget, at the function level or in total, require the approval of the Village Board (*Wis. Stats. 65.90(5)(a)*).

The annual capital budget summarizes long range plans for infrastructure and major equipment purchases. The adopted capital budget is typically funded through a debt issuance. The Village works closely with financial advisors from Ehler's Inc. in the management of overall debt. Additional information related to Village debt can be found in Footnote 3-F.

FACTORS AFFECTING FINANCIAL CONDITION

Local Economy

The fiscal health of a municipality can be assessed in several ways: current growth, preparation for the future, and the results of operations. The Village continues to forge new directions and is emerging as a regional leader in economic innovation. Using a variety of financing tools such as impact fees, tax incremental financing, municipal revenue obligations, and close partnerships with businesses, the Village is preparing for a robust economic future. Evidence of the health of the Village is reflected in unemployment percentages consistently lower than the State average. The Village's 2022 unemployment rate is 2.3% versus the State's 3.3%.

In 2022, the Village's equalized value (including TIDs) increased 12.8% which; reflects evidence of continued economic growth. Menomonee Falls has a growing residential sector and continues to be a desirable location for both large and small businesses to locate and expand. This development trend supports a resilient tax base and was evidenced by the Village having the fourth highest net new construction value in Waukesha County in 2022.

In 2022, development activity was strong with redevelopment projects and new development happening across all sectors. The Village issued 643 residential and 93 non-residential building permits with an estimated construction value of \$165 million. At \$55 million, the total construction value of single family/duplex residential projects was the 4th highest on record. Other major contributors to construction value in 2022 include High Bluff at Creekwood Crossing apartments (\$24.4 million), Highlands at Aero Park senior housing project (\$23.5 million), JAX Incorporated (\$17 million), SpringHill Suites hotel (\$12 million), and the Riverwalk II apartments (\$9.8 million). At 736, the total number of building permits issued in 2022 was 19 percent fewer than 2021 and represents the lowest total since 2012. Increased building costs and higher interest rates for loans contributed to the slowing pace of construction across the region in 2022.

While many of the developments in Menomonee Falls in 2022 were conceptual multi-phase projects, the Village ultimately approved 105 new single family lots in four subdivisions and one Certified Survey Map. With 78 single family housing starts in 2022, the Village issued the fewest single family home permits since 2014. Although Menomonee Falls makes up five percent of the land area in Waukesha County, our 78 home starts accounted for 10.5 percent of all new single family homes in 2022. The decline in the rate of single family home construction in Menomonee Falls mirrored that of the metropolitan area which saw a 21 percent year over year decrease in new home starts. Despite the construction slow down, new lot creation kept pace with recent years.

The Village aggressively uses Tax Incremental Financing Districts (TIDs) as catalysts for development. The Village Board policy of working for continued growth is evident in its commitment to capital expenditures and public improvements in the TIDs. In 2022, tax increment value increased \$83.8M from 2021 to 2022. TID-assisted projects in 2022 included the Tailored Label Corp Headquarters, Ascension Hospital and Milwaukee Tool Technology Center.

Financial Policies

The Village continues to follow basic short-term and long-term planning policies. In the short-term, the Village philosophy is one of conservative stability towards budgets, taxes and utility user charges. Long range planning focuses on the maintenance and protection of Village infrastructure and a commitment towards balanced growth.

The Village Board is committed to maintaining an unassigned General Fund balance of around 3 months of operating expenditures. As of December 31, 2022, the unassigned General Fund balance approximated 3.2 months of 2023 budgeted expenditures, providing a reasonable cushion for unanticipated emergencies.

Although not as high as pre-2008 recession rates, interest earnings had continued to improve in recent years. State statutes limit the investment options available for public funds. Based on what's allowed, management chooses to follow a conservative approach to investing excess funds, placing safety and liquidity before return on investment.

Financial Planning

The Village continually updates its long-range development and financial plans. The local road maintenance program is based upon assessment of local road conditions together with the age and condition of the underlying utility infrastructure. The Village relies on an Overall Economic Development Plan, Comprehensive Outdoor Recreation Plan, and impact fee studies, to provide a basis for the development of new parks, utility structures and fire stations.

The Village policy towards budget and tax stabilization prompted the development of an internal Revolving Capital Loan program which provides departments with an interest-free method of funding large equipment and vehicle purchases with amortized repayments included in the General Fund budget. Consolidation of the Municipal Facilities Fund with the Revolving Capital Loan Fund at the end of 2010 provided combined resources for the primary government as a whole, further evidence of the Village Board's commitment toward control of debt and tax stabilization.

By necessity, long range planning includes analysis of future debt issuances in conjunction with current debt service requirements. Village debt policies are designed to comply with requirements of Wisconsin State Statutes, and bond covenants, while maintaining the highest bond rating possible. Management reviews capital planning and resultant bond issuances in light of resources on hand and effects on future cash flows. The Village maintains a solid Aa2 general obligation bond rating from Moody's, based upon its healthy fund balance, conservative financial management and aggressive debt repayment schedules.

ACKNOWLEDGEMENTS

The preparation of this report was made possible by the dedicated services of the entire staff of the Village of Menomonee Falls Finance Department and the advice of the Village's independent auditors, Reilly, Penner & Benton, LLP. Appreciation is expressed to Village employees throughout the organization, especially those employees who were instrumental in the successful completion of this report.

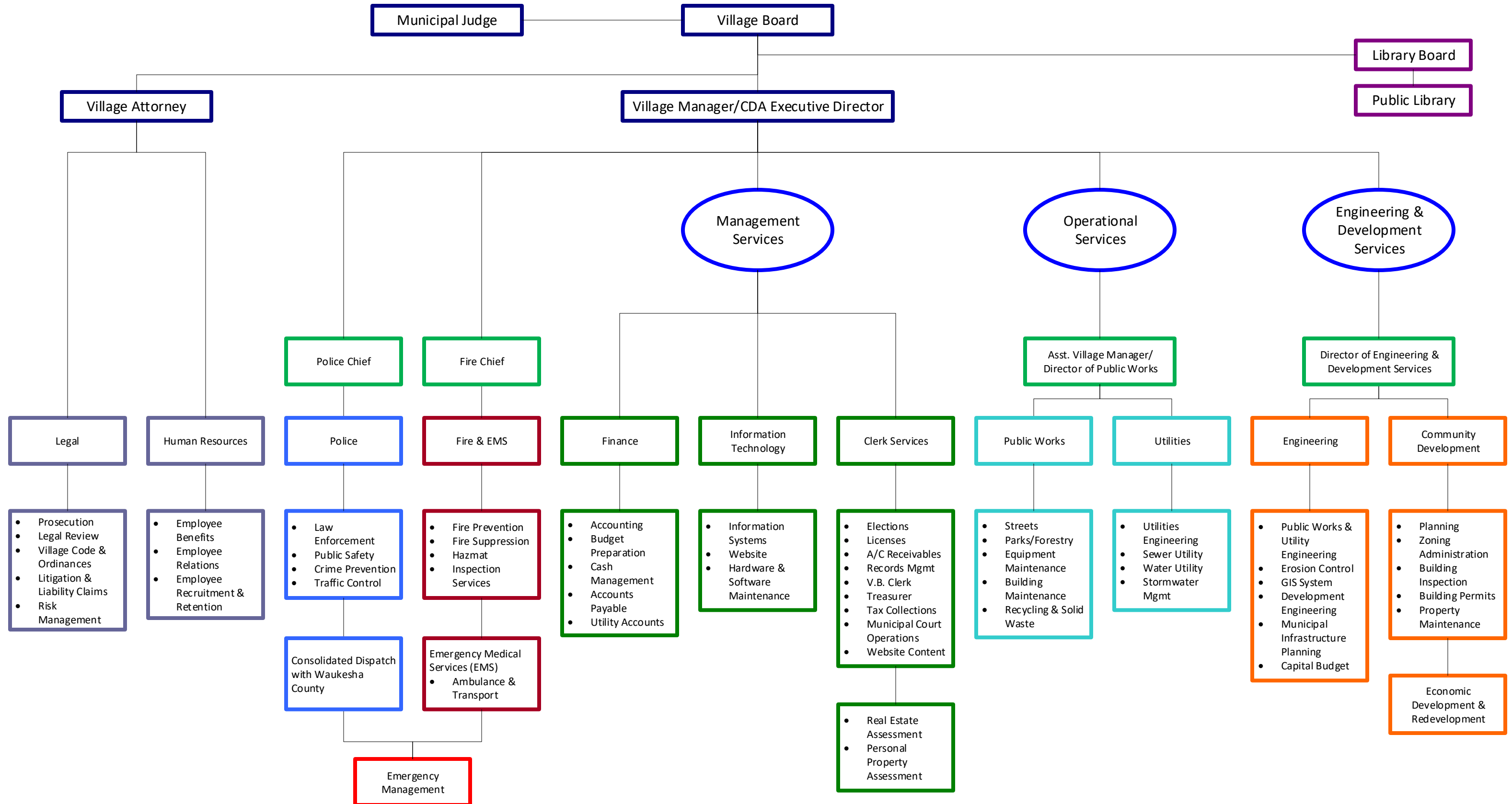
Respectfully submitted,



Julie Multhaupt
Director of Finance

VILLAGE OF MENOMONEE FALLS

Functional Organization Chart



VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Directory of Officials
As of December 31, 2022

Elected Officials:

Village Board:	<u>Title</u>	<u>Term Expires</u>
Jeremy Walz	President	April 2024
Katie Kress	Trustee	April 2023
Timothy Newmann	Trustee	April 2023
Paul Tadda	Trustee	April 2025
Steve Taggart	Trustee	April 2025
Randy Van Alstyne	Trustee	April 2023
Vacant	Trustee	April 2025

Certified Public Accountants:

Reilly, Penner & Benton LLP, Milwaukee, Wisconsin

Bond Counsel:

Quarles & Brady, Milwaukee, Wisconsin

Financial Advisor:

Ehlers, Waukesha, Wisconsin

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

To the Village Board
Village of Menomonee Falls
Menomonee Falls, Wisconsin

Opinions

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 Village of Menomonee Falls ("Village") as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

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 Village as of December 31, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As discussed in Note 1.D to the financial statements, in 2022 the Village adopted new accounting guidance, GASBS No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Village's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Village's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in total OPEB - health liability and related ratios, schedule of proportionate share of the net pension asset (liability) and employer contributions and schedule of proportionate share of the net OPEB - life insurance asset (liability) and employer contributions as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Village of Menomonee Falls' basic financial statements. The combining and individual fund financial statements and schedules, and other supplementary information as listed in the table of contents 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 financial statements. The 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 combining and individual fund financial statements and schedules, and other supplementary information as listed in the table of contents is fairly stated in all material respects in relation to the basic financial statements as a whole.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Village of Menomonee Falls as of and for the year ended December 31, 2021 which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. The audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Menomonee Falls' basic financial statements as a whole. The supplementary information for the year ended December 31, 2021 is presented for purposes of additional analysis and is 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 2021 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2021 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those basic financial statements or to those 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 2021 supplementary information is fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

A handwritten signature in cursive script that reads "Reilly, Penner & Benton LLP".

July 31, 2023
Milwaukee, Wisconsin

Management's Discussion and Analysis (Unaudited)

Management's Discussion and Analysis provides management's overview and analysis of the Village's basic financial statements for the year ended December 31, 2022. This discussion is designed to: (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the Village's financial activity, (3) identify changes in the Village's financial position, and (4) identify any changes in the Village's financial plan.

Please read it in conjunction with the transmittal letter beginning on page 1 and the Village's financial statements, which begin on page 22.

Using This Annual Report

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 22 and 23) provide information about the activities of the Village as a whole and present a longer-term view of the Village's finances. Fund financial statements start on page 24. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Village's operations in more detail than the government-wide statements by providing information about the Village's most significant funds. These statements also include information about activities for which the Village acts solely as a trustee or agent for the benefit of those outside of the government.

Reporting the Village as a Whole – Government-Wide Financial Statements

The analysis of the Village as a whole begins on page 22. One of the most important questions asked about the Village's finances is . . . "Is the Village as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Village as a whole and about its activities in a way that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account, regardless of when cash is received or paid.

These two statements report the Village's net position and changes in them. Net position is the difference between what the citizens own and what the citizens owe in liabilities at one moment in time. Over time, increases or decreases in the Village's net position are one indicator of whether its financial health is improving or deteriorating. Other non-financial factors play a significant role in determining the Village's overall position, such as changes in property tax base and the condition of the Village's capital assets (roads, buildings, water and sewer lines, etc.).

Two kinds of activities are reported in the Statement of Net Position and the Statement of Activities:

- Governmental activities include most of the Village's services, including police, fire, EMS, street maintenance, parks, library, and general administration. These services are supported primarily by property taxes and state revenues.
- Business-type activities include the Water, Sewer, Storm Water and Garbage Collection Utilities. The Village charges a fee to customers to cover the cost of water, sanitary sewer and garbage collection utility services. The Village funds storm water activities through property taxes.

Reporting the Village's Most Significant Funds - Fund Financial Statements

The analysis of the Village's major funds begins on page 24, and provides detailed information about the most significant funds, not the Village as a whole. Some funds are required by state law, or by debt covenants. However, the Village establishes other funds to help it control and manage money for particular purposes, or to show that it is meeting legal responsibilities for using certain taxes, grants and other money (like donations). The Village's two kinds of funds, governmental and proprietary, use different accounting approaches.

Governmental Funds

Most of the Village's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Village's general operations and the services it provides. Governmental fund information helps the user determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village's programs. Reconciliations between the government-wide statements and the governmental fund statements are provided with the fund financial statements.

Proprietary Funds

Proprietary funds are financed and reported in a manner similar to normal business-type entities and are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. The Village's enterprise funds (a component of proprietary funds) are the same as the business-type activities we report in the government-wide statements; but, provide more detail and additional information, such as cash flows. The Village uses an internal service fund (the other component of proprietary funds) to report self-insurance activities.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties other than the Village. These funds are not available to fund Village activities, and are therefore not reflected in the government-wide financial statements. The Village maintains one fiduciary fund, which is used to record assets collected on behalf of other taxing units.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 34 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, which begins on page 83. Combining and individual fund statements and schedules begin on page 88.

Government-Wide Financial Analysis

Net Position

Net position may serve over time, as a useful indicator of a government's financial position. In the case of the Village of Menomonee Falls, total net position was \$313.1 million as of December 31, 2022. The largest portion of the Village's net position (96%) reflects its investments in capital assets (e.g. land, building, equipment, improvements, construction in progress and infrastructure) less any outstanding debt used to acquire those assets. The Village uses these assets to provide service to citizens; consequently, these assets are not available for future spending. It should be noted that the resources needed to pay debt related to capital assets must be provided from other sources, since the capital assets themselves will not be used to liquidate these liabilities. An additional portion of the Village's net position, 4%, represents resources that are subject to external restriction on how they may be used. The remaining unrestricted net position will be discussed in later sections of this analysis. Net position of the Village as a whole increased by \$11.4 million, or 3.8%.

Condensed Net Position

(in millions of dollars)

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Assets:						
Capital assets	\$ 194.4	\$ 192.3	\$ 157.8	\$ 153.8	\$ 352.2	\$ 346.1
Other assets	72.0	64.7	34.7	28.0	106.7	92.7
Total assets	266.4	257.0	192.5	181.8	458.9	438.8
Deferred outflows of resources:	19.3	12.7	1.5	1.0	20.8	13.7
Liabilities:						
Long-term liabilities	71.3	70.6	11.5	11.7	82.8	82.3
Other liabilities	17.4	16.7	6.2	4.6	23.6	21.3
Total liabilities	88.7	87.3	17.7	16.3	106.4	103.6
Deferred inflows of resources:	53.3	45.0	6.9	2.2	60.2	47.2
Net Position:						
Net investment in capital assets	154.1	148.4	147.1	142.9	301.2	291.3
Restricted	3.5	4.4	10.5	12.3	14.0	16.7
Unrestricted	(13.9)	(15.4)	11.8	9.1	(2.1)	(6.3)
Total net position	\$ <u>143.7</u>	\$ <u>137.4</u>	\$ <u>169.4</u>	\$ <u>164.3</u>	\$ <u>313.1</u>	\$ <u>301.7</u>

Changes in Net Position

During 2022 the net position of governmental activities increased 4.6% to \$143.7 million. Restricted net position includes \$1.1 million for capital projects (including Tax Incremental Financing Districts or TIDs), \$1.5 million for other special revenue fund purposes, and \$0.9 million for the Library. The unrestricted net position of governmental activities amounts to a deficit of (\$13.9 million).

Net position of business activities totaled \$169.4 million as of December 31, 2022. Business-type assets totaling \$10.5 million are restricted for capital projects, operations and maintenance, depreciation, and projected future pension obligations. The Village may use the unrestricted net position totaling \$11.8 million to finance continuing operations and capital projects of the utilities.

Changes in Net Position

(in millions of dollars)

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues:						
Program revenues:						
Charges for services	\$ 7.5	\$ 7.1	\$ 18.6	\$ 18.6	\$ 26.1	\$ 25.7
Operating grants and contributions	5.7	4.1	-	-	5.7	4.1
Capital grants and contributions	1.7	4.5	4.2	4.1	5.9	8.6
General revenues:					-	-
Property taxes	29.1	28.1	0.9	0.9	30.0	29.0
Unrestricted grants and contributions	1.8	2.2	-	-	1.8	2.2
Other revenues	0.9	2.1	2.3	(1.0)	3.2	1.1
Total revenues	<u>46.7</u>	<u>48.1</u>	<u>26.0</u>	<u>22.6</u>	<u>72.7</u>	<u>70.7</u>
Expenses:						
General government	5.1	4.6	-	-	5.1	4.6
Public safety	18.3	17.3	-	-	18.3	17.3
Public works	8.6	8.6	-	-	8.6	8.6
Culture and recreation	4.1	3.6	-	-	4.1	3.6
Conservation and development	2.2	2.9	-	-	2.2	2.9
Interest on long-term debt	2.1	2.0	-	-	2.1	2.0
Water Utility	-	-	6.5	6.1	6.5	6.1
Sewer Utility	-	-	10.6	10.5	10.6	10.5
Storm Water Utility	-	-	1.7	1.6	1.7	1.6
Solid Waste Collection	-	-	2.1	2.1	2.1	2.1
Total expenses	<u>40.4</u>	<u>39.0</u>	<u>20.9</u>	<u>20.3</u>	<u>61.3</u>	<u>59.3</u>
Increase (decrease) in net position	<u>6.3</u>	<u>9.1</u>	<u>5.1</u>	<u>2.3</u>	<u>11.4</u>	<u>11.4</u>
Net position, beginning of year	<u>137.4</u>	<u>128.3</u>	<u>164.3</u>	<u>162.0</u>	<u>301.7</u>	<u>290.3</u>
Net position, end of year	<u>\$ 143.7</u>	<u>\$ 137.4</u>	<u>\$ 169.4</u>	<u>\$ 164.3</u>	<u>\$ 313.1</u>	<u>\$ 301.7</u>

Governmental activities increased net position by \$6.3 million. Significant changes in governmental revenues and expenses were as follows.

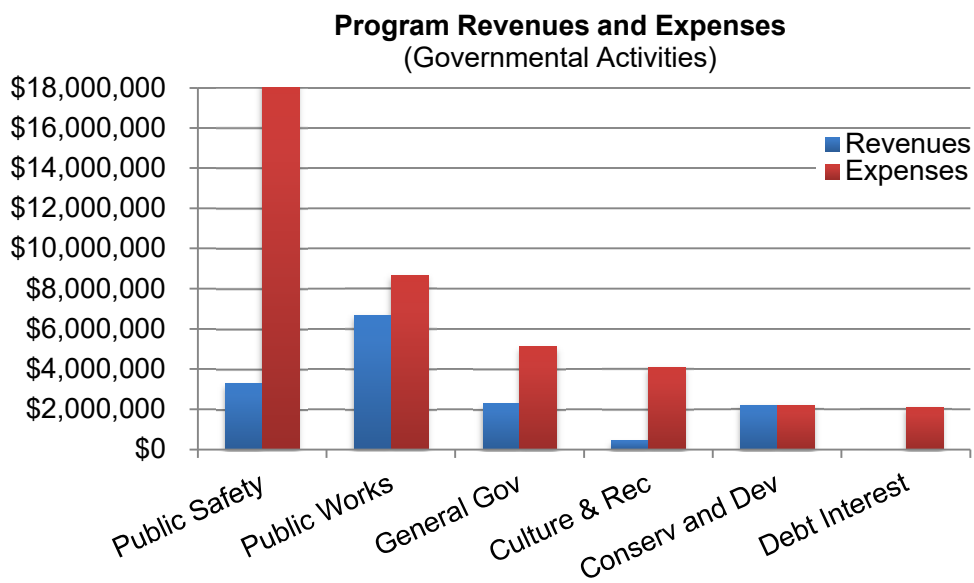
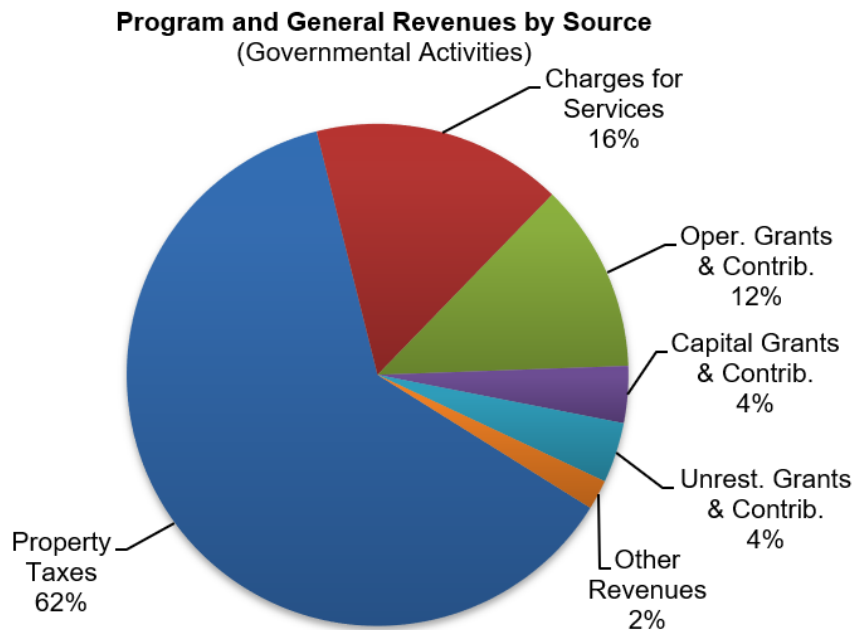
Revenues:

Charges for services totaled \$7.5 million, an increase of \$0.4 million from 2021. The most significant revenues in this category includes landfill tipping fees (\$2.4 million), EMS services (\$1.5 million), and permits (\$1.2 million). Program grants and contributions totaled \$5.9 million, a \$2.7 million decrease from the prior year.

All governmental revenues other than program revenues are reported as general revenues. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose. For 2022, general revenues totaled \$31.8 million, a \$0.6 million decrease from the prior year.

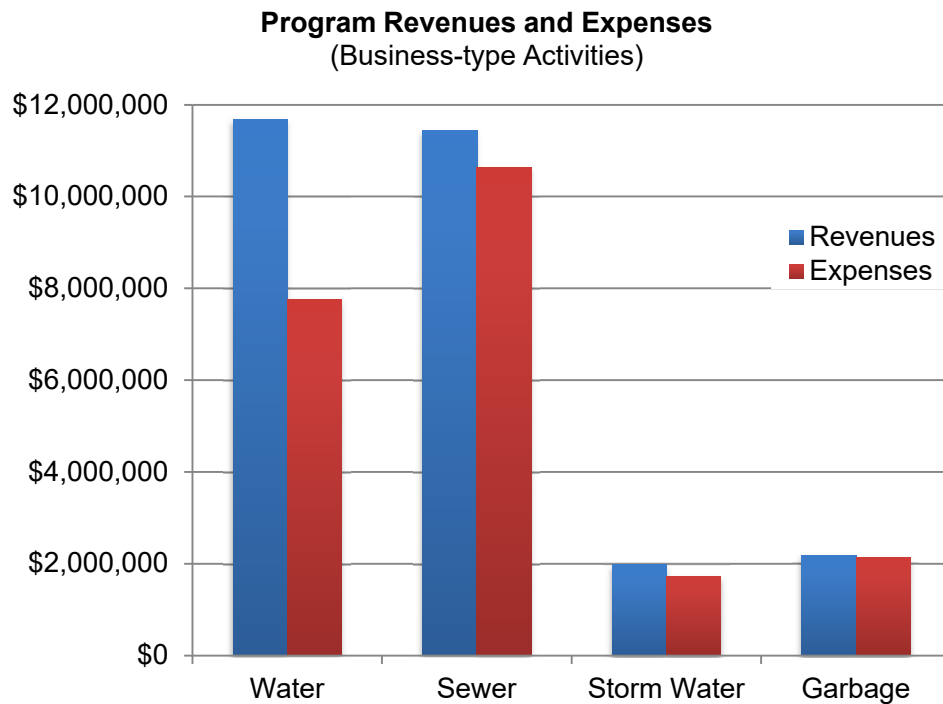
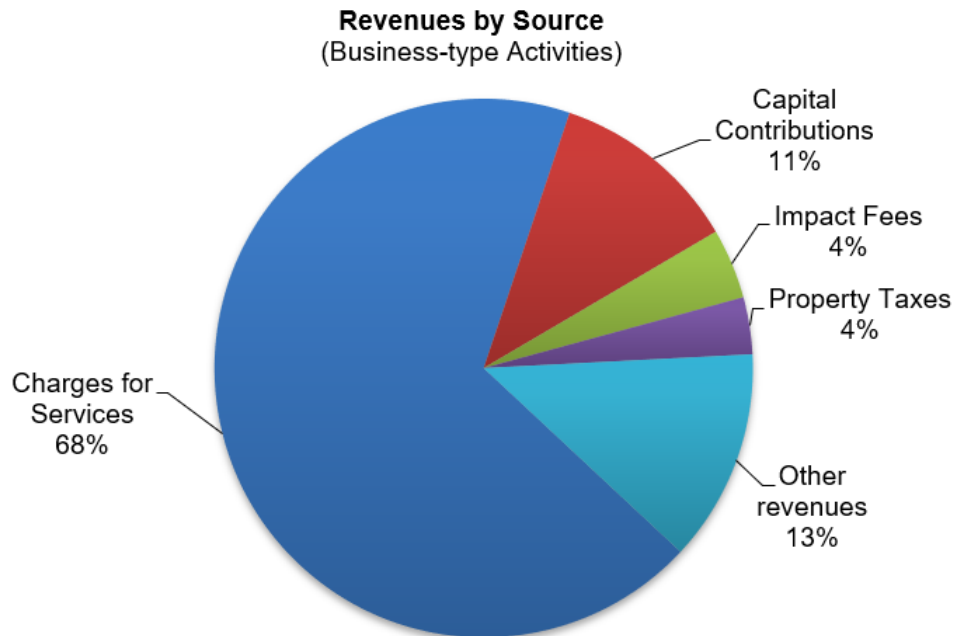
Expenses:

Governmental expenses totaled \$40.4 million, an overall increase of \$1.4 million from 2021. There was no specific governmental activity change that contributed to this amount as each category's expense did not have a significant change to note.



Business-Type Activities

Business-type activities, which include the operations of the water, sewer, storm water and garbage collection utilities, accounted for an increase of \$5.1 million in the Village's net position. Total expenses exceeded charges for services by \$2.3 million. The deficit was offset by capital grants and contributions totaling \$4.2 million and a tax levy of \$0.9 million.



Water Utility

The Water Utility reported net operating income of \$0.5 million for 2022, \$0.7 million decrease from 2021. Operating revenues of the Water Utility totaled \$6.8 million for 2022, a decrease of \$0.2 million from 2021. Operating expenses totaled \$6.3 million, an increase of \$0.5 million prior year. Real estate taxes paid to the Village in 2022 were \$1.1 million. Overall, 2022 net income is \$4.0 million, \$2.5 higher than 2021.

The Village purchases water from Milwaukee Water Works (MWW) and supplements with water from Village deep wells. The Village paid \$1.8 million to MWW in 2022, which closely matches the amount paid in 2021. Village water rates were last increased in January 2017.

The Water Utility capitalized \$5.6 million of improvements during 2022, of which \$1.0 million were contributed by developers. The majority of the utility-paid capitalized improvements were related to the continued replacement of old utility infrastructure. Note that capital contributions can vary widely from year-to-year since they are dependent on the completion of developer projects in the Village. Capital contributions for 2022 were similar to 2021.

Water Utility Activity Summary (in millions of dollars)

	<u>2022</u>	<u>2021</u>	<u>Change</u>
Charges for services	\$ 6.8	\$ 7.0	\$ (0.2)
Operating expenses	<u>6.3</u>	<u>5.8</u>	<u>0.5</u>
Operating income	0.5	1.2	(0.7)
Non-operating income	2.2	0.5	1.7
Payment-in-lieu of taxes	(1.1)	(1.2)	0.1
Transfers from governmental funds	1.4	-	1.4
Capital contributions	<u>1.0</u>	<u>1.0</u>	<u>-</u>
Increase in net position	4.0	1.5	2.5
Net position, beginning of year	<u>71.7</u>	<u>70.2</u>	<u>1.5</u>
Net position, end of year	<u>\$ 75.7</u>	<u>\$ 71.7</u>	<u>\$ 4.0</u>

Sewer Utility

The Sewer Utility reported a net operating loss of \$1.0 million for 2022, comparable to the \$1.0 million operating loss in 2021. Sewer rates were not increased in 2021 and 2022, but increased 1% in 2020 as recommended by the Village's Sewer Rate Study.

Operating expenses totaled \$10.6 million, which is \$0.1 higher than in 2021. The Village contracts with other municipalities for sewerage treatment. The largest vendor servicing the Village is Metropolitan Milwaukee Sewerage Treatment District (MMSD). In 2022, the Village paid MMSD \$2.7 million for user charges and \$5.0 million for capital charges. Overall, total payments to MMSD were about the same when compared to the prior year.

The Sewer Utility capitalized \$2.1 million of improvements during 2022 of which \$1.2 million was contributed by developers. Note that capital contributions can vary widely from year-to-year since they are dependent on the completion of developer projects in the Village. Capital contributions for 2022 were similar to 2021.

Sewer Utility (continued)

Sewer Utility Activity Summary (in millions of dollars)

	<u>2022</u>	<u>2021</u>	<u>Change</u>
Charges for services	\$ 9.6	\$ 9.5	\$ 0.1
Operating expenses	<u>10.6</u>	<u>10.5</u>	<u>0.1</u>
Operating loss	(1.0)	(1.0)	-
Non-operating income	0.6	0.5	0.1
Capital contributions	<u>1.2</u>	<u>0.8</u>	<u>0.4</u>
Increase (decrease) in net position	0.8	0.3	0.5
Net position, beginning of year	<u>62.4</u>	<u>62.1</u>	<u>0.3</u>
Net position, end of year	\$ <u>63.2</u>	\$ <u>62.4</u>	\$ <u>0.8</u>

Storm Water Utility

The Storm Water Utility is funded primarily through property taxes. Operating revenues of the Storm Water Utility totaled \$1.0 million and operating expenses totaled \$1.7 million. The net operating loss of \$0.7 million for 2022 is consistent with the results of 2021 operations.

The Storm Water Utility capitalized \$1.1 million of improvements during 2022, of which \$0.9 million were contributed from developers. Most of the infrastructure installed by the Village is attributable to the addition of new utility infrastructure. Capital contributions for 2022 were the same as in 2021.

Storm Water Utility Activity Summary (in millions of dollars)

	<u>2022</u>	<u>2021</u>	<u>Change</u>
Property taxes and charges for services	\$ 1.0	\$ 1.0	\$ -
Operating expenses	<u>1.7</u>	<u>1.6</u>	<u>0.1</u>
Operating loss	(0.7)	(0.6)	(0.1)
Non-operating Income	(0.1)	-	(0.1)
Capital contributions	<u>1.0</u>	<u>1.0</u>	<u>-</u>
Increase (decrease) in net position	0.2	0.4	(0.2)
Net position, beginning of year	<u>30.0</u>	<u>29.6</u>	<u>0.4</u>
Net position, end of year	\$ <u>30.2</u>	\$ <u>30.0</u>	\$ <u>0.2</u>

Solid Waste Collection Utility

The Solid Waste Collection Utility is funded primarily through user charges and this was the primary reason to treat this function as an Enterprise Fund activity rather than a Governmental Fund activity beginning in 2020. Operating revenues of the Solid Waste Collection Utility totaled \$2.1 million and operating expenses totaled \$2.1 million.

Solid Waste Collection Utility Activity Summary (in millions of dollars)

	<u>2022</u>	<u>2021</u>	<u>Change</u>
Charges for services	\$ 2.1	\$ 2.0	\$ 0.1
Operating expenses	<u>2.1</u>	<u>2.0</u>	<u>0.1</u>
Operating income	-	-	-
Non-operating income	0.1	-	0.1
Capital contributions	<u>-</u>	<u>-</u>	<u>-</u>
Increase in net position	0.1	-	0.1
Net position, beginning of year	<u>0.1</u>	<u>0.1</u>	<u>-</u>
Net position, end of year	<u><u>\$ 0.2</u></u>	<u><u>\$ 0.1</u></u>	<u><u>\$ 0.1</u></u>

Fund Financial Analysis

Fund financial reporting, beginning on page 24, focuses on short-term spendable resources and fund balances available for future use.

Governmental Funds

As of December 31, 2022, Village governmental funds reported a combined fund balance of \$22.9 million, \$3.3 million less than last year's total of \$19.6 million. Further details on the General Fund and other significant or "Major" funds are listed below.

General Fund

The final fund balance of the General Fund amounted to \$10.5 million, no change from the prior year. \$2.2 million of the total fund balance is a result of non-spendable assets. The remaining \$8.3 million is considered "unassigned" and available for spending. The unassigned balance equates to 3.2 months of 2023 budgeted expenditures; which is consistent with our fund balance policy of around 3 months.

Overall, for 2022, General Fund revenues were \$1.0 million more than budgeted. This increased revenue is a result of multiple revenues cumulatively exceeding the budgeted figures, including fines and forfeitures and charges for services. Ambulance fees were increased at the end of 2022 which will provide the necessary revenues to cover expenses to provide service to the community.

General Fund expenditures were within budgeted expectations. The budget overage in public safety and savings with open positions across the Village and as well as savings from employee health plan changes and delaying of new employee hires ended 2022 total expenditures per budget figures.

Debt Service Fund

The Debt Service Fund balance decreased \$0.4 million. Annual debt service requirements were met primarily by transfers from other governmental funds of \$6.7 million and property taxes levied of \$2.5 million.

Capital Projects Fund

The Capital Projects Fund is used to account for capital expenditures and other project-related purchases and financing. The final fund balance amounted to \$1.6 million, a \$1.0 million increase from the prior year. Expenditures increased by \$3.0 million due to an increase in capital outlay. Transfers in of \$4.9 million along with debt issuance total of \$2.2 million provided funding for the increase expense in capital outlay.

Proprietary Funds

The Water, Sewer, Storm Water and Garbage Collection Utilities were discussed in the Government-Wide Analysis on pages 10-18.

The Village as Trustee

The Village acts as Trustee for property taxes collected on behalf of other taxing units: the State of Wisconsin, Waukesha County, Menomonee Falls School District, Hamilton School District, and Waukesha County Technical College. All of the Village's fiduciary activities are reported in the Statement of Net Position - Fiduciary Fund on page 33. The Village excludes these assets from other financial statements because the Village cannot use these assets to finance its operations.

Capital Assets

As of December 31, 2022, the Village had \$352.2 million invested in a broad range of capital assets including buildings, police, fire and public works equipment, roads, bridges, and water and sewer lines. (See table below) More information on capital assets is located in Note 3 E.

Capital Assets (in millions of dollars)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2022	2021	2022	2021	2022	2021
Non-depreciable assets:						
Land	\$ 106.8	\$ 106.6	\$ 0.6	\$ 0.6	\$ 107.4	\$ 107.2
Construction in progress	6.9	2.5	6.4	3.0	13.3	5.5
Total non-depreciable assets	<u>113.7</u>	<u>109.1</u>	<u>7.0</u>	<u>3.6</u>	<u>120.7</u>	<u>112.7</u>
Depreciable assets:						
Land improvements	6.4	6.3	1.9	1.9	8.3	8.2
Buildings and improvements	60.8	60.7	9.3	9.3	70.1	70.0
Equipment and furnishings	24.8	23.8	10.5	10.1	35.3	33.9
Infrastructure	64.3	62.8	220.2	215.7	284.5	278.5
Total depreciable assets	<u>156.3</u>	<u>153.6</u>	<u>241.9</u>	<u>237.0</u>	<u>398.2</u>	<u>390.6</u>
Less accumulated depreciation	<u>75.6</u>	<u>70.4</u>	<u>91.1</u>	<u>86.8</u>	<u>166.7</u>	<u>157.2</u>
Net depreciable assets	<u>80.7</u>	<u>83.2</u>	<u>150.8</u>	<u>150.2</u>	<u>231.5</u>	<u>233.4</u>
Total capital assets	<u>\$ 194.4</u>	<u>\$ 192.3</u>	<u>\$ 157.8</u>	<u>\$ 153.8</u>	<u>\$ 352.2</u>	<u>\$ 346.1</u>

The Village's 2022 capital budget anticipated a spending level of \$10.7 million for capital projects. The Village borrowed \$6.7 million in 2022 to fund these expenditures, with the remaining \$4.0 million being financed with cash on hand.

The most significant changes in capital assets of governmental activities included the following (in millions):

	Book Value
Contributed Infrastructure from Three Subdivision Developments	\$ 1.2
Curb & Gutter Improvements	0.1

The most significant changes in capital assets of business-type activities included the following (in millions):

	Book Value
Water Utility infrastructure	\$ 5.6
Sewer Utility infrastructure	2.1
Storm Utility infrastructure	1.1

Long-term Debt

As of December 31, 2022, long-term debt outstanding totaled \$84.4 million compared to \$83.1 million at December 31, 2021, a net increase of \$1.3 million.

The following debt issuances occurred in 2022:

2022A GO Notes – 2022 Capital Budget	\$ 6,190,000
2022B GO Notes – 2022 Water Utility Capital Expenditures	1,350,000
2022C GO Bonds – 2022 Community Development (TID 8, 10)	2,645,000
	<u>\$ 10,185,000</u>

Principal paid on outstanding debt totaled \$9.0 million for 2022, all of which was paid toward principal reduction.

The debt issued to fund the 2022 Capital Budget is summarized as follows:

Streets and Storm Water Infrastructure	\$ 2,200,000
Parks Projects	3,220,000
Water Utility Infrastructure	1,306,000
Total debt issuance	<u>\$ 6,726,000</u>

Outstanding Debt, December 31

(in millions of dollars)

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
General obligation bonds/notes	\$ 72.5	\$ 71.3	\$ 11.3	\$ 11.1	\$ 83.8	\$ 82.4
Mortgage revenue bonds	-	-	0.6	0.7	0.6	0.7
	<u>\$ 72.5</u>	<u>\$ 71.3</u>	<u>\$ 11.9</u>	<u>\$ 11.8</u>	<u>\$ 84.4</u>	<u>\$ 83.1</u>

The Village's general obligation bond rating is Aa2 by Moody's; a strong rating for a village of our size. The outstanding Sewer Utility mortgage revenue bonds are clean water fund loans and are therefore not rated by Moody's.

State Statutes limit the amount of general obligation debt a government entity may issue to 5 percent of its total equalized value. The current debt limit for the Village of Menomonee Falls is \$347.0 million. As of December 31, 2022 the Village had \$84 million in outstanding general obligation debt, or 24.3% of the limit.

For more information related to long-term debt obligations, see Note 3 F. Other long-term obligations include accrued sick leave and other post-employment benefits (OPEB) obligation.

Economic Factors and Next Year's Budgets and Rates

Property taxes make up 63% of the General Fund's 2023 budget and state revenues account for another 14%. Together, 77% of the General Fund's expenditures are covered by taxes and state revenues. Overall, the 2023 General Fund operating budget increased \$1.1 million compared to 2022.

The total assessed value for the Village increased \$29.3 million, or 0.6%. Total assessed values for 2022 and 2021 were \$5.1 billion and \$5.07 billion respectively. The ratio of assessed values to equalized values was 73.6% as of January 1, 2022.

Contacting Village Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Village's finances and to show the Village's accountability for the money it receives. If there are questions about this report or a need for further information, contact Financial Services by email at fs@menomonee-falls.org; or by mail at Village of Menomonee Falls, W156N8480 Pilgrim Road, Menomonee Falls, Wisconsin, 53051.

BASIC FINANCIAL STATEMENTS

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Net Position
December 31, 2022

	Primary Government		
	Governmental	Business-	
	Activities	type	Total
	Activities	Activities	
Assets:			
Cash and equivalents	\$ 28,871,751	\$ 10,384,124	\$ 39,255,875
Taxes receivable	26,445,057	931,000	27,376,057
Special charges on the tax roll	25,568	2,638,530	2,664,098
Intergovernmental aid receivable	1,333,773	---	1,333,773
Accounts receivable (net)	2,466,085	2,964,759	5,430,844
Lease receivable	1,086,386	4,367,238	5,453,624
Interest receivable - leases	3,940	26,384	30,324
Inventories	602,117	131,924	734,041
Prepaid items	79,324	2,427	81,751
Special assessments	721,911	186,064	907,975
Restricted assets:			
Cash and equivalents	967,360	10,570,917	11,538,277
Net pension asset	9,417,974	665,510	10,083,484
Prepaid capacity charges	---	1,856,374	1,856,374
Capital assets:			
Land and construction in progress	113,728,370	6,994,409	120,722,779
Other capital assets net of accumulated depreciation	80,711,428	150,821,654	231,533,082
Total assets	266,461,044	192,541,314	459,002,358
Deferred Outflows of Resources:			
Deferred outflows related to pensions	18,488,322	1,306,457	19,794,779
Deferred outflows related to OPEB - life insurance	531,006	120,535	651,541
Deferred outflows related to OPEB - health	286,357	29,361	315,718
Total deferred outflows of resources	19,305,685	1,456,353	20,762,038
Liabilities:			
Accounts payable and accrued expenses	2,608,109	2,099,091	4,707,200
Incurred but not reported claims	96,893	---	96,893
Deposits	584,211	50,000	634,211
Unearned revenue	1,333,773	2,157,870	3,491,643
Unearned ARPA grant funds	1,710,978	---	1,710,978
Liabilities payable from restricted assets:			
Current portion of revenue bonds	---	74,012	74,012
Accrued interest	---	2,493	2,493
Accrued interest	650,520	87,017	737,537
Compensated absences - vacation due within one year	1,259,650	175,864	1,435,514
Compensated absences - sick leave due within one year	419,075	67,056	486,131
Compensated absences - sick leave more than one year	2,742,310	357,054	3,099,364
Net OPEB - life insurance liability	1,315,109	298,522	1,613,631
Total OPEB - health liability	2,190,025	224,557	2,414,582
Bonds and notes - due within one year	7,255,000	952,006	8,207,006
Bonds and notes - due in more than one year	66,560,562	11,181,564	77,742,126
Total liabilities	88,726,215	17,727,106	106,453,321
Deferred Inflows of Resources:			
Subsequent year's taxes	29,534,965	931,000	30,465,965
Unamortized gains on debt refunding	13,366	---	13,366
Deferred inflows related to pensions	22,179,929	1,567,319	23,747,248
Deferred inflows related to OPEB - health	276,008	29,248	305,256
Deferred inflows related to OPEB - life insurance	265,304	60,223	325,527
Lease related amounts	1,078,019	4,304,586	5,382,605
Total deferred inflows of resources	53,347,591	6,892,376	60,239,967
Net Position:			
Net investment in capital assets	154,096,714	147,086,085	301,182,799
Restricted for:			
Capital projects	1,075,492	9,442,345	10,517,837
Debt service	1,245	---	1,245
Library operations and maintenance	900,115	---	900,115
Other	1,533,627	1,052,067	2,585,694
Unrestricted	(13,914,270)	11,797,688	(2,116,582)
Total net position	\$ 143,692,923	\$ 169,378,185	\$ 313,071,108

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Activities
Year Ended December 31, 2022

					Net Revenue (Expense) and Changes in Net Position		
	Expenses	Program Revenues			Primary Government		Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
Primary Government:							
Governmental Activities:							
General government	\$ 5,187,183	\$ 648,278	\$ 1,642,893	\$ ---	\$ (2,896,012)	\$ ---	\$ (2,896,012)
Public safety	18,271,861	2,990,015	324,051	---	(14,957,795)	---	(14,957,795)
Public works	8,644,351	2,390,797	2,619,679	1,683,487	(1,950,388)	---	(1,950,388)
Culture and recreation	4,050,148	322,788	104,253	28,014	(3,595,093)	---	(3,595,093)
Conservation and development	2,197,480	1,210,932	1,002,155	---	15,607	---	15,607
Interest and fiscal charges	2,123,607	---	---	---	(2,123,607)	---	(2,123,607)
Total governmental activities	40,474,630	7,562,810	5,693,031	1,711,501	(25,507,288)	---	(25,507,288)
Business-type Activities:							
Water Utility	6,533,360	6,812,228	---	1,601,403	---	1,880,271	1,880,271
Sewer Utility	10,629,404	9,648,773	---	1,679,464	---	698,833	698,833
Storm Water Utility	1,716,186	56,426	---	876,322	---	(783,438)	(783,438)
Solid Waste Collection	2,129,385	2,098,185	---	---	---	(31,200)	(31,200)
Total business-like activities	21,008,335	18,615,612	---	4,157,189	---	1,764,466	1,764,466
Total primary government	\$ 61,482,965	\$ 26,178,422	\$ 5,693,031	\$ 5,868,690	(25,507,288)	1,764,466	(23,742,822)
General Revenues:							
Taxes:							
Property taxes levied for general purposes					21,906,357	---	21,906,357
Property taxes levied for utility purposes					---	931,000	931,000
Property taxes levied for debt service					2,525,000	---	2,525,000
Property taxes levied for TID districts					4,658,359	---	4,658,359
Grants and contributions not restricted to specific programs					1,815,506	---	1,815,506
Lease revenue					143,186	418,789	561,975
Interest on leases					20,976	75,799	96,775
Investment earnings					471,477	282,400	753,877
Loss on disposal of capital assets					(9,399)	---	(9,399)
Transfer of capital assets to business-type activities					(96,712)	96,712	---
Transfers - PILOT					1,129,120	(1,129,120)	---
Transfers					(1,377,893)	1,377,893	---
Other revenues					615,452	1,230,877	1,846,329
Total general revenues					31,801,429	3,284,350	35,085,779
Change in net position					6,294,141	5,048,816	11,342,957
Net position, beginning of year					137,398,782	164,329,369	301,728,151
Net position, end of year					\$ 143,692,923	\$ 169,378,185	\$ 313,071,108

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Balance Sheet - Governmental Funds
December 31, 2022

	General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash and equivalents	\$ 13,654,321	\$ 256,245	\$ 2,028,194	\$ 12,595,940	\$ 28,534,700
Restricted assets:					
Cash and equivalents	---	---	---	967,360	967,360
Accounts receivable:					
Taxes	16,492,225	2,525,000	---	7,427,832	26,445,057
Special charges on the tax roll	9,335	---	---	16,233	25,568
Intergovernmental aid	1,084,930	---	---	248,843	1,333,773
Special assessments	---	---	---	721,911	721,911
Accounts	1,772,467	---	418,284	236,599	2,427,350
Leases	1,086,386	---	---	---	1,086,386
Interest - leases	3,940	---	---	---	3,940
Prepaid items	79,324	---	---	---	79,324
Inventory of supplies, at cost	602,117	---	---	---	602,117
Advances to other governmental funds	1,515,735	---	---	3,265,172	4,780,907
Total assets	<u>36,300,780</u>	<u>2,781,245</u>	<u>2,446,478</u>	<u>25,479,890</u>	<u>67,008,393</u>
Liabilities:					
Accounts payable and other accrued liabilities	1,704,359	---	739,509	150,182	2,594,050
Accrued compensated absences	1,191,988	---	---	67,662	1,259,650
Deposits	419,409	---	142,343	22,459	584,211
Unearned ARPA grant funds	---	---	---	1,710,978	1,710,978
Long-term advances from other governmental funds	---	255,000	---	4,525,907	4,780,907
Total liabilities	<u>3,315,756</u>	<u>255,000</u>	<u>881,852</u>	<u>6,477,188</u>	<u>10,929,796</u>
Deferred Inflows of Resources:					
Subsequent year's taxes	19,582,132	2,525,000	---	7,427,833	29,534,965
Miscellaneous unavailable revenue	1,810,633	---	---	248,843	2,059,476
Special assessments	---	---	---	512,067	512,067
Lease related amounts	1,078,019	---	---	---	1,078,019
Total deferred inflows of resources	<u>22,470,784</u>	<u>2,525,000</u>	<u>---</u>	<u>8,188,743</u>	<u>33,184,527</u>
Fund Balances (Deficit):					
Nonspendable	2,206,238	---	---	3,475,016	5,681,254
Restricted:					
Capital projects	---	---	---	4,892,782	4,892,782
Other	---	1,245	---	2,680,021	2,681,266
Committed	---	---	1,564,626	224,136	1,788,762
Assigned	---	---	---	3,653,280	3,653,280
Unassigned	8,308,002	---	---	(4,111,276)	4,196,726
Total fund balances (deficit)	<u>\$ 10,514,240</u>	<u>\$ 1,245</u>	<u>\$ 1,564,626</u>	<u>\$ 10,813,959</u>	<u>\$ 22,894,070</u>

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position
December 31, 2022

Total fund balance of governmental funds	\$	22,894,070
--	----	------------

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund statements.

Land and construction in progress		113,728,370
Other capital assets net of accumulated depreciation		80,711,428

Other unavailable revenues are not available to pay for current period expenditures and therefore are deferred in the funds.

Special assessments receivable		512,067
Miscellaneous unavailable revenue		725,703

Governmental funds report premiums and discounts associated with the issuance of long-term debt as other financing sources and uses, but these items are amortized over the life of the debt issue on the statement of activities. Similarly, losses on refundings of debt are recorded as expenditures in the governmental funds, but amortized over the life of the debt issue on the statement of activities.

Net unamortized gains on debt refunding		(13,366)
Net unamortized premiums on debt		(1,345,562)

The following long-term liabilities which are not due and payable in the current period are not reported in the governmental funds:

Bonds and promissory notes payable		(72,470,000)
Compensated absences payable - sick pay		(3,161,385)
Total OPEB - health		(2,190,025)
Accrued interest payable on long-term bonds and notes		(650,520)

The Village's proportionate share of the net pension asset at the WRS exceeds its obligation. This is reported as an asset on the statement of net position, but is not reported in the governmental funds.

9,417,974

The Village's proportionate share of the net OPEB liability for the Local Retiree Life Insurance Fund ("LRLIF") administered by the Wisconsin Department of Employee Trust Funds ("ETF") is reported on the statement of net position, but is not reported in the governmental funds.

(1,315,109)

Deferred outflows and inflows of resources related to pensions, OPEB - life insurance and OPEB -health are applicable to future periods, and therefore, are not reported in the governmental funds.

Deferred outflows related to pensions		18,488,322
Deferred inflows related to pensions		(22,179,929)
Deferred outflows related to OPEB - health		286,357
Deferred outflows related to OPEB - life insurance		531,006
Deferred inflows related to OPEB - health		(276,008)
Deferred inflows related to OPEB - life insurance		(265,304)

The Risk Management Fund, an internal service fund, is used by management to charge the cost of insurance to individual funds. The assets and liabilities of this fund are included in governmental activities in the statement of net assets.

264,834

Net position of governmental activities	\$	<u>143,692,923</u>
--	-----------	---------------------------

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds
Year Ended December 31, 2022

	General Fund	Debt Service Fund	Capital Projects Fund	Other Governmental Funds	Total
Revenues:					
Property taxes	\$ 19,779,658	\$ 2,525,000	\$ ---	\$ 6,577,359	\$ 28,882,017
Other taxes	207,699	---	---	270,709	478,408
Charges for services:					
Licenses and permits	1,814,566	---	---	---	1,814,566
Fines and forfeitures	591,021	---	---	16,829	607,850
Program revenues	---	---	---	395	395
Tipping fees	---	---	---	2,364,281	2,364,281
Other charges for services	2,181,403	---	150	---	2,181,553
Operating grants and contributions:					
Intergovernmental	4,411,884	---	---	2,054,529	6,466,413
Donations	1,100	---	---	46,973	48,073
Capital grants and contributions:					
Intergovernmental	---	---	102,076	---	102,076
Special assessments and interest	---	---	---	4,305	4,305
Contributions from developers	---	---	351,290	---	351,290
Platting fees	---	---	---	51,000	51,000
Impact fees	---	---	---	944,151	944,151
Investment earnings	120,823	40,444	23,071	348,513	532,851
Interest on advances to governmental funds	41,853	---	---	58,793	100,646
Other revenues	370,064	---	300,000	14,058	684,122
Total governmental revenues	<u>29,520,071</u>	<u>2,565,444</u>	<u>776,587</u>	<u>12,751,895</u>	<u>45,613,997</u>
Expenditures:					
Current:					
General government	4,335,864	---	63,733	145,051	4,544,648
Public safety	18,718,503	---	---	92,114	18,810,617
Public works	4,170,795	---	978,233	355,824	5,504,852
Culture and recreation	1,077,746	---	294,883	2,228,748	3,601,377
Conservation and development	877,561	---	62,000	1,266,386	2,205,947
Uncollectible accounts	---	---	---	3,148	3,148
Capital outlay	558,293	---	5,609,717	406,714	6,574,724
Debt Service:					
Principal on long-term debt	---	7,707,951	---	---	7,707,951
Interest and fiscal charges on long-term debt	---	1,986,725	---	---	1,986,725
Bond expenses	---	---	---	170,703	170,703
Interest on advances from governmental funds	---	---	---	100,646	100,646
Debt issuance costs	---	---	50,528	---	50,528
Total expenditures	<u>29,738,762</u>	<u>9,694,676</u>	<u>7,059,094</u>	<u>4,769,334</u>	<u>51,261,866</u>
Excess (deficit) of revenues over (under) expenditures	(218,691)	(7,129,232)	(6,282,507)	7,982,561	(5,647,869)
Other Financing Sources (Uses):					
Proceeds from sales of capital assets	---	---	43,002	63,303	106,305
Transfers in	---	6,732,261	4,915,040	627,478	12,274,779
Transfers out	(910,429)	---	(44,026)	(11,320,324)	(12,274,779)
Transfers to water utility	---	---	---	(1,377,893)	(1,377,893)
Transfers from water utility - PILOT	1,129,120	---	---	---	1,129,120
Face value of bonds issued	---	---	2,225,000	6,610,000	8,835,000
Premiums on debt issued	---	---	66,491	203,329	269,820
Total other financing sources (uses)	<u>218,691</u>	<u>6,732,261</u>	<u>7,205,507</u>	<u>(5,194,107)</u>	<u>8,962,352</u>
Net change in fund balances	---	(396,971)	923,000	2,788,454	3,314,483
Fund balance, beginning of year	10,514,240	398,216	641,626	8,025,505	19,579,587
Fund balance, end of year	<u>\$ 10,514,240</u>	<u>\$ 1,245</u>	<u>\$ 1,564,626</u>	<u>\$ 10,813,959</u>	<u>\$ 22,894,070</u>

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

**Reconciliation of the Statement of Revenues, Expenditures and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
Year Ended December 31, 2022**

Net change in fund balances of governmental funds	\$ 3,314,483
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. In the government-wide statement of activities, the cost of those assets is allocated over their useful lives and reported as depreciation.	
Governmental capital outlays in fund financial statements	6,574,724
Depreciation expense in government-wide financial statements	(5,439,487)
Certain capital assets acquired by the Village are contributed to the Village by outside parties. As no current financial resources were acquired by the Village as a result of these contributions, these contributions are not recorded in the governmental funds.	
	1,250,858
In the statement of activities, the net gain or loss on the sale, exchange or retirement of capital assets is reported. However, in the governmental funds, only the proceeds from the sale of capital assets provides a current financial resource to be reported. Therefore, the change in fund balance differs from the change in net position by the cost of the assets sold or retired net of the accumulated depreciation on those assets.	
	(212,416)
Governmental funds report proceeds from the issuance of long-term debt and financing leases as other financing sources, but issuing debt and financing leases increases long-term liabilities in the statement of net position. Repayments of long-term debt and financing lease principal are expenditures in the governmental funds but the repayments reduce long-term liabilities in the statement of net position.	
Proceeds from the issuance of debt in governmental fund financial statements	(8,835,000)
Principal payments on debt in governmental fund financial statements	7,707,951
Governmental funds report premiums and discounts associated with the issuance of long-term debt as other financing sources and uses but these items are amortized over the life of the debt issue on the statement of activities. Similarly, losses on refundings of debt are recorded as expenditures in the governmental funds but amortized over the life of the debt issue on the statement of activities.	
Premiums on issuances of debt in governmental fund financial statements	(269,820)
Amortization of these amounts included in interest expense in the statement of activities	227,036
Interest on long-term debt in the governmental funds is reported as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities; however, interest costs are reported as they accrue, regardless of when they are due. This is the change in the accrual.	
	(142,687)
The Risk Management Fund, an internal service fund, is used to allocate the cost of insurance to individual funds. The change in net position of this fund is reported under governmental activities in the statement of activities.	
	(14,572)
In the Statement of Activities the cost of pension benefits earned net of employee contributions is reported as pension revenue (expense). In the governmental funds, however, expenditures for those items are measured by the amount of financial resources used.	
	2,301,484
Certain revenues which do not provide current financial resources are deferred in the governmental funds, but are reported in the statement of activities.	
Change in special assessments receivable	2,972
Change in miscellaneous unavailable revenue	216,358
Net OPEB - life insurance obligations are recognized as paid in the governmental funds but recognized as the expense is incurred in the statement of activities.	
	(148,462)
Certain expenses do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental funds. These expenses are accrued in the government-wide statement of net position and reported as expenses in the statement of activities.	
Change in accrued compensated absences - sick pay	(32,816)
Change in OPEB obligation	(206,465)
Change in net position of governmental activities	\$ <u>6,294,141</u>

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual - General Fund
Year Ended December 31, 2022

	Adopted Budget	Amended Budget	Actual	Variance
Revenues:				
Property taxes	\$ 19,671,000	\$ 19,671,000	\$ 19,779,658	\$ 108,658
Other taxes	136,000	136,000	207,699	71,699
Licenses and permits	1,692,144	1,692,144	1,814,566	122,422
Fines and forfeitures	642,000	642,000	591,021	(50,979)
Intergovernmental	4,378,952	4,378,952	4,411,884	32,932
Donations	---	---	1,100	1,100
Charges for services	1,802,000	1,802,000	2,181,403	379,403
Investment earnings	17,000	17,000	120,823	103,823
Interest on advances to other governmental funds	20,000	20,000	41,853	21,853
Other	192,000	192,000	370,064	178,064
Total revenues	<u>28,551,096</u>	<u>28,551,096</u>	<u>29,520,071</u>	<u>968,975</u>
Expenditures:				
General government	4,851,858	4,856,449	4,654,383	202,066
Public safety	18,228,460	18,223,869	18,937,262	(713,393)
Public works	4,495,778	4,495,778	4,191,810	303,968
Culture and recreation	1,161,700	1,161,700	1,077,746	83,954
Conservation and development	885,300	885,300	877,561	7,739
Total expenditures	<u>29,623,096</u>	<u>29,623,096</u>	<u>29,738,762</u>	<u>(115,666)</u>
Deficit of revenues under expenditures	<u>(1,072,000)</u>	<u>(1,072,000)</u>	<u>(218,691)</u>	<u>853,309</u>
Other Financing Sources (Uses):				
Transfers out	(258,000)	(258,000)	(910,429)	(652,429)
Transfers from water utility - PILOT	1,330,000	1,330,000	1,129,120	(200,880)
Net other financing sources	<u>1,072,000</u>	<u>1,072,000</u>	<u>218,691</u>	<u>(853,309)</u>
Net change in fund balance	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>
Fund Balance:				
Beginning of year	10,514,240	10,514,240	10,514,240	---
End of year	<u>\$ 10,514,240</u>	<u>\$ 10,514,240</u>	<u>\$ 10,514,240</u>	<u>---</u>

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Net Position - Proprietary Funds
December 31, 2022

	Business-Type Activities - Enterprise Funds				Total Enterprise Funds	Governmental Activities Internal Service Fund
	Water Utility	Sewer Utility	Storm Water Utility	Solid Waste Collection		
Assets:						
Current Assets:						
Cash and equivalents	\$ 7,806,116	\$ 2,220,041	\$ 15,721	\$ 342,246	\$ 10,384,124	\$ 337,051
Cash and equivalents - restricted (current)	---	76,505	---	---	76,505	---
Receivables:						
Taxes	---	---	931,000	---	931,000	---
Special charges on the tax roll	146,283	335,377	---	2,156,870	2,638,530	---
Utility customers	1,073,971	1,838,657	---	---	2,912,628	---
Special assessments - current	7,147	---	---	---	7,147	---
Other	47,067	---	4,500	564	52,131	38,735
Leases	175,217	---	---	---	175,217	---
Interest - leases	26,384	---	---	---	26,384	---
Prepaid items	2,427	---	---	---	2,427	---
Inventory	97,163	16,254	18,507	---	131,924	---
Total current assets	9,381,775	4,486,834	969,728	2,499,680	17,338,017	375,786
Noncurrent Assets:						
Restricted:						
Cash and equivalents - restricted (noncurrent)	3,693,028	6,801,384	---	---	10,494,412	---
Net pension asset	373,089	231,920	60,501	---	665,510	---
Advances to other funds	2,778,905	---	---	---	2,778,905	---
Special assessments - noncurrent	178,917	---	---	---	178,917	---
Leases - noncurrent	4,192,021	---	---	---	4,192,021	---
Prepaid capacity charge	---	1,856,374	---	---	1,856,374	---
Land and construction in progress	6,214,581	708,012	71,816	---	6,994,409	---
Other capital assets, net of accumulated depreciation	66,530,706	50,503,747	33,787,201	---	150,821,654	---
Total noncurrent assets	83,961,247	60,101,437	33,919,518	---	177,982,202	---
Total assets	93,343,022	64,588,271	34,889,246	2,499,680	195,320,219	375,786
Deferred Outflows of Resources:						
Deferred outflows related to pensions	732,408	455,280	118,769	---	1,306,457	---
Deferred outflows related to OPEB - life insurance	72,973	37,789	9,773	---	120,535	---
Deferred outflows related to OPEB - health	18,627	7,577	3,157	---	29,361	---
Total deferred outflows of resources	824,008	500,646	131,699	---	1,456,353	---
Liabilities:						
Current Liabilities:						
Accounts payable and accrued liabilities	1,534,656	341,898	42,097	180,440	2,099,091	14,059
Incurring but not reported insurance claims	---	---	---	---	---	96,893
Compensated absences - vacation due within one year	97,715	58,496	19,653	---	175,864	---
Compensated absences - sick due within one year	42,866	19,715	4,475	---	67,056	---
Unearned revenue	1,000	---	---	2,156,870	2,157,870	---
Current portion of general obligation notes	865,000	---	50,000	---	915,000	---
Current portion of revenue bonds	---	37,006	---	---	37,006	---
Accrued interest	81,765	---	5,252	---	87,017	---
Liabilities payable from restricted assets:						
Current portion of revenue bonds	---	74,012	---	---	74,012	---
Accrued interest	---	2,493	---	---	2,493	---
Total current liabilities	2,623,002	533,620	121,477	2,337,310	5,615,409	110,952
Long-Term Liabilities:						
Compensated absences - sick pay	199,974	111,066	46,014	---	357,054	---
Net OPEB - life insurance liability	180,727	93,591	24,204	---	298,522	---
Total OPEB - health liability	142,461	57,950	24,146	---	224,557	---
Deposits	---	---	50,000	---	50,000	---
Advances from other funds	---	---	2,778,905	---	2,778,905	---
General obligation notes	10,087,386	---	621,102	---	10,708,488	---
Revenue bonds	---	473,076	---	---	473,076	---
Total long-term liabilities	10,610,548	735,683	3,544,371	---	14,890,602	---
Total liabilities	13,233,550	1,269,303	3,665,848	2,337,310	20,506,011	110,952
Deferred Inflows of Resources:						
Subsequent year's taxes	---	---	931,000	---	931,000	---
Deferred inflows related to pensions	878,649	546,187	142,483	---	1,567,319	---
Deferred inflows related to OPEB - health	18,564	7,326	3,358	---	29,248	---
Deferred inflows related to OPEB - life insurance	36,459	18,881	4,883	---	60,223	---
Deferred inflows - leases	4,304,586	---	---	---	4,304,586	---
Total deferred inflows of resources	5,238,258	572,394	1,081,724	---	6,892,376	---
Net Position:						
Net investment in capital assets	62,686,411	51,211,759	33,187,915	---	147,086,085	---
Restricted for:						
Operations and maintenance	---	877,167	---	---	877,167	---
Depreciation	---	174,900	---	---	174,900	---
Capital projects	3,693,028	5,749,317	---	---	9,442,345	---
Unrestricted	9,315,783	5,234,077	(2,914,542)	162,370	11,797,688	264,834
Total net position	\$ 75,695,222	\$ 63,247,220	\$ 30,273,373	\$ 162,370	\$ 169,378,185	\$ 264,834

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
Year Ended December 31, 2022

	Business-Type Activities - Enterprise Funds				Total Enterprise Funds	Governmental Activities Internal Service Fund
	Water Utility	Sewer Utility	Storm Water Utility	Solid Waste Collection		
Operating Revenues:						
Charges for services	\$ 6,812,228	\$ 9,648,773	\$ 56,426	\$ 2,098,185	\$ 18,615,612	\$ ---
General property taxes	---	---	931,000	---	931,000	---
Total operating revenues	6,812,228	9,648,773	987,426	2,098,185	19,546,612	---
Operating Expenses:						
Operation and maintenance	2,887,524	7,921,929	456,335	2,129,385	13,395,173	154,688
Administrative expense	1,391,483	1,077,965	384,526	---	2,853,974	---
Depreciation expense	2,020,150	1,613,425	812,723	---	4,446,298	---
Regulatory commission remainder assessments	6,759	---	---	---	6,759	---
Total operating expenses	6,305,916	10,613,319	1,653,584	2,129,385	20,702,204	154,688
Operating income (loss)	506,312	(964,546)	(666,158)	(31,200)	(1,155,592)	(154,688)
Nonoperating Revenues (Expenses):						
Investment earnings	153,016	106,100	10,501	12,783	282,400	26,215
Sale of materials	47,761	---	---	---	47,761	---
Lease revenue	418,789	---	---	---	418,789	---
Interest on leases	75,799	---	---	---	75,799	---
Miscellaneous	---	---	500	---	500	113,901
Grant revenue	1,102,128	---	---	---	1,102,128	---
Intergovernmental revenue	---	---	---	80,488	80,488	---
Fiscal charges on debt	(2,626)	(292)	(492)	---	(3,410)	---
Amortization of debt premiums, discounts and losses on refundings	34,056	---	7,486	---	41,542	---
Debt issuance costs	(53,358)	---	---	---	(53,358)	---
Impact fees	648,787	501,877	---	---	1,150,664	---
Interest on long-term debt	(260,230)	(15,793)	(14,882)	---	(290,905)	---
Interest on advances from governmental funds	54,714	---	(54,714)	---	---	---
Net non-operating revenues (expenses)	2,218,836	591,892	(51,601)	93,271	2,852,398	140,116
Net income (loss) before capital contributions	2,725,148	(372,654)	(717,759)	62,071	1,696,806	(14,572)
Transfers to governmental funds - PILOT	(1,129,120)	---	---	---	(1,129,120)	---
Transfers to governmental funds	1,377,893	---	---	---	1,377,893	---
Capital contributions from municipality	---	---	96,712	---	96,712	---
Capital contributions from developers	952,616	1,177,587	876,322	---	3,006,525	---
Net increase (decrease) in net position	3,926,537	804,933	255,275	62,071	5,048,816	(14,572)
Net Position:						
Balance, beginning of year	71,768,685	62,442,287	30,018,098	100,299	164,329,369	279,406
Balance, end of year	\$ 75,695,222	\$ 63,247,220	\$ 30,273,373	\$ 162,370	\$ 169,378,185	\$ 264,834

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Cash Flows - Proprietary Funds
Year Ended December 31, 2022

	Business-Type Activities - Enterprise Funds					Governmental Activities
	Water Utility	Sewer Utility	Storm Water Utility	Solid Waste Collection	Total Enterprise Funds	Internal Service Fund
Cash Flows from Operating Activities:						
Receipts from customers	\$ 4,876,106	\$ 9,618,674	\$ 52,497	\$ 2,098,844	\$ 16,646,121	\$ ---
Payments to suppliers	(1,488,924)	(7,892,689)	(122,924)	(1,942,368)	(11,446,905)	(140,629)
Payments to and on behalf of employees	(1,360,892)	(1,052,317)	(689,925)	(7,959)	(3,111,093)	---
Internal activity - receipts from other funds	1,743,420	220,520	---	---	1,963,940	21,926
Internal activity - payments to other funds	(51,343)	(155,782)	(4,040)	---	(211,165)	---
Other receipts	1,506,026	---	931,500	---	2,437,526	---
Other payments	(4,074)	---	---	---	(4,074)	(33)
Net cash provided (used) by operating activities	5,220,319	738,406	167,108	148,517	6,274,350	(118,736)
Cash Flows from Noncapital Financing Activities						
Transfers - PILOT	(1,129,120)	---	---	---	(1,129,120)	---
Transfers from governmental funds	1,377,893	---	---	---	1,377,893	---
Advances from municipality	---	---	154,715	---	154,715	---
Interest on advances	---	---	(54,714)	---	(54,714)	---
Intergovernmental grant funds received	---	---	---	80,488	80,488	---
Net cash provided by noncapital financing activities	248,773	---	100,001	80,488	429,262	---
Cash Flows from Capital and Related Financing Activities:						
Proceeds from sale of property and plant	12,760	---	---	---	12,760	---
Purchases of property and plant	(4,558,284)	(872,734)	(115,966)	---	(5,546,984)	---
Fair value of debt issued	1,350,000	---	---	---	1,350,000	---
Debt issuance premiums	12,894	---	---	---	12,894	---
Debt issuance costs	(53,358)	---	---	---	(53,358)	---
Principal payments on debt	(945,000)	(108,261)	(195,000)	---	(1,248,261)	---
Interest on debt	(251,307)	(16,255)	(18,690)	---	(286,252)	---
Fiscal charges on debt	(2,626)	(292)	(492)	---	(3,410)	---
Interest received on leases	49,415	---	---	---	49,415	---
Impact fees	648,787	501,877	---	---	1,150,664	---
Special assessments collected	7,147	---	---	---	7,147	---
Net cash used by capital and related financing activities	(3,729,572)	(495,665)	(330,148)	---	(4,555,385)	---
Cash Flows from Investing Activities:						
Investment earnings	153,016	106,100	10,501	12,783	282,400	26,215
Interest on advances	54,714	---	---	---	54,714	---
Advances to other funds	(154,715)	---	---	---	(154,715)	---
Net cash provided by investing activities	53,015	106,100	10,501	12,783	182,399	26,215
Net increase (decrease) in cash and equivalents	1,792,535	348,841	(52,538)	241,788	2,330,626	(92,521)
Cash and equivalents, beginning of year	9,706,609	8,749,089	68,259	100,458	18,624,415	429,572
Cash and equivalents, end of year	\$ 11,499,144	\$ 9,097,930	\$ 15,721	\$ 342,246	\$ 20,955,041	\$ 337,051
Reconciliation to cash and cash equivalents on the statement of net assets:						
Cash and cash equivalents - unrestricted	\$ 7,806,116	\$ 2,220,041	\$ 15,721	\$ 342,246	\$ 10,384,124	\$ 337,051
Cash and cash equivalents - restricted	3,693,028	6,877,889	---	---	10,570,917	---
Total cash and equivalents	\$ 11,499,144	\$ 9,097,930	\$ 15,721	\$ 342,246	\$ 20,955,041	\$ 337,051

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Cash Flows - Proprietary Funds
Year Ended December 31, 2022
(Continued)

	Business-Type Activities - Enterprise Funds				Total Enterprise Funds	Governmental Activities
	Water Utility	Sewer Utility	Storm Water Utility	Solid Waste Collection		Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating income (loss)	\$ 506,312	\$ (964,546)	\$ (666,158)	\$ (31,200)	\$ (1,155,592)	\$ (154,688)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	2,020,150	1,516,027	812,723	---	4,348,900	---
Depreciation charged to other accounts	145,736	---	---	---	145,736	---
Amortization of prepaid capacity	---	252,152	---	---	252,152	---
Proceeds from sales of materials	47,761	---	---	---	47,761	---
Miscellaneous revenues	---	---	500	---	500	---
Grant revenues	1,102,128	---	---	---	1,102,128	---
Lease revenues	418,789	---	---	---	418,789	---
Abandonment of CIP	245,959	---	---	---	245,959	---
Changes in assets and liabilities related to operations:						
Receivables	(205,547)	(29,966)	(3,929)	660	(238,782)	(33)
Inventory	(17,797)	(3,031)	9,474	---	(11,354)	---
Prepaid items	(70)	---	---	---	(70)	---
Due to other funds	(51,343)	220,520	(4,040)	---	165,137	21,926
Accounts payable and accrued liabilities	1,227,711	(221,260)	31,790	179,057	1,217,298	14,059
WRS pension accrual	(83,686)	(56,583)	(18,433)	---	(158,702)	---
Compensated absences	(18,442)	5,546	(1,334)	---	(14,230)	---
OPEB obligation	30,165	19,547	6,515	---	56,227	---
Unearned revenue	(147,507)	---	---	---	(147,507)	---
Net cash provided (used) by operating activities	\$ 5,220,319	\$ 738,406	\$ 167,108	\$ 148,517	\$ 6,274,350	\$ (118,736)
Non-Cash Capital Activities:						
Utility plant contributions	\$ 952,616	\$ 1,177,587	\$ 973,034	\$ ---	\$ 3,103,237	\$ ---
Amortization of debt issuance premiums, discounts and losses on refundings	(34,056)	---	(7,486)	---	(41,542)	---

The accompanying notes to financial statements are an integral part of these statements.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Fiduciary Net Position
December 31, 2022

	Taxing Jurisdiction Fund
Assets:	
Cash and equivalents	\$ 5,905,922
Taxes receivable	56,481,976
Total assets	\$ 62,387,898
Liabilities:	
Due to other taxing units	\$ 62,387,898
Total liabilities	\$ 62,387,898

Statement of Changes in Fiduciary Net Position
December 31, 2022

	Taxing Jurisdiction Fund
Additions:	
Collection of property taxes	\$ 59,164,134
Deductions:	
Distributions to other governmental units	59,164,134
Net change in fiduciary net position	---
Net position, January 1	---
Net position, December 31	\$ ---

The accompanying notes to financial statements are an integral part of these statements.

NOTES TO FINANCIAL STATEMENTS

INDEX TO NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. Financial Reporting Entity
- B. Government-Wide and Fund Financial Statements
- C. Measurement Focus and Basis of Accounting
- D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. Budgetary Information
- B. Debt Restrictions

NOTE 3. DETAIL NOTES ON TRANSACTION CLASSES AND ACCOUNTS

- A. Cash and Equivalents and Investments
- B. Receivables
- C. Interfund Balances and Transfers
- D. Restricted Assets
- E. Capital Assets
- F. Long-Term Obligations
- G. Net Position and Fund Balances

NOTE 4. OTHER NOTES

- A. Employee Pension Plan
- B. Other Post-Employment Benefits (OPEB) - Life Insurance
- C. Other Post-Employment Benefits (OPEB) - Health
- D. Risk Management
- E. Tax Incremental Districts
- F. Municipal Revenue Obligations
- G. Contingent Liabilities
- H. Other Commitments
- I. Letters of Credit
- J. Leases Disclosures - Lessor
- K. Regulatory Agency – Water Utility
- L. Subsequent Events
- M. Deficit Fund Balances
- N. Effect of New Accounting Standards on Financial Statements
- O. Excess of Expenditures over Appropriations

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies

The Village complies with U.S. generally accepted accounting principles ("GAAP"). GAAP includes all relevant Governmental Accounting Standards Board ("GASB") pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

A. Financial Reporting Entity

The Village of Menomonee Falls ("Village") is a municipal corporation governed by a seven-member Board of Trustees and an appointed Village Manager. All significant operations of the Village over which it has oversight responsibility have been included in the accompanying financial statements. The decision to include a potential component unit in the Village's reporting entity is based on the criteria set forth in GASB, which includes the ability to appoint a voting majority of an organization's governing body and (1) the ability of the Village to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the Village.

The Village has included in its financial statements the following entities, which are not considered separate entities with corporate powers:

- Water Utility
- Sewer Utility
- Storm Water Utility

The Village does not report the Village of Menomonee Falls Business Improvement District ("BID") as a discretely presented component unit. Management determined that the BID did not meet the above criteria for being reported as a component unit of the primary government.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods and services. The Village's Storm Water Utility is financed primarily by property taxes.

The statement of net position presents the governmental and business-type activities assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position on a full accrual basis, which recognizes all long-term assets and long-term liabilities. The Village's net position is reported in three classifications: net investment in capital assets, which consists of the difference between capital assets net of accumulated depreciation less outstanding debt used to acquire those assets; restricted net position, which represents assets required by outside parties or legislation to be spent in a specific manner; and unrestricted net position, net position not included in the other two classifications.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

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

Government-Wide Financial Statements (continued)

The statement of activities presents the activities of the governmental and business-type activities on a full accrual basis. These activities are presented in a manner which demonstrates the degree to which the direct expenses of a given function are offset by program revenues of that function. Program revenues are presented in three classifications: charges for services, which include direct charges to customers benefiting from the services, goods or privileges provided; operating grants and contributions, which were received in activities related to that function but not required to be used for capital asset acquisition; and capital grants and contributions which were received in activities related to that function and required to be used in the acquisition of capital assets. Other revenues not attributable to individual functions and taxes are reported as general revenues.

Fund Financial Statements

Fund 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 that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Village or meets the following criteria:

- Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The Village reports the following funds:

Major Governmental Funds

- General Fund – The General Fund is the primary operating fund of the Village and is always classified as a major fund. It is used to account for all financial transactions except those legally or administratively required to be accounted for in another fund.
- Debt Service Fund – The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term obligations principal, interest and related costs (other than debt accounted for in the Proprietary Funds).
- Capital Projects Fund – The Capital Projects Fund is used to account for capital expenditures and other project related purchases and financing.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

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

Major Proprietary Funds

- Sewer Utility – accounts for the operations of the Village’s sanitary sewer system.
- Water Utility – accounts for the operations of the Village’s water distribution system.
- Storm Water Utility – accounts for the operations of the Village’s storm water management system.

Non-major Governmental Funds

- Special Revenue Funds – are used to account for revenues requiring separate accounting because of legal or regulatory provisions, and consist of the following individual funds:

Revolving Loan Fund	Community Grant
Police Department	Teen Court
Fire Department	Cable TV
American Rescue Plan	Park Department
Library Operations and Maintenance	Community Development
Tourism Commission	Library
TID #9 EDMF	Debt Issuance

- Capital Projects Funds – are used to account for financial resources to be used for the acquisition or construction of major capital facilities and equipment (other than those financed by Proprietary Funds), and consist of the following individual funds:

Municipal Facilities and Equipment Fund	Tax Incremental Financing District #11
Tax Incremental Financing District #6	Tax Incremental Financing District #12
Tax Incremental Financing District #7	Tax Incremental Financing District #13
Tax Incremental Financing District #8	Tax Incremental Financing District #14
Tax Incremental Financing District #9	Tax Incremental Financing District #15
Tax Incremental Financing District #10	Special Assessments

Non-major Proprietary Funds

- Risk Management Fund – an internal service fund used to allocate the cost of insurance to the individual funds. Internal service funds are always non-major funds and are eliminated in the preparation of the government-wide statements.
- Solid Waste Collection – accounts for the operations of the Village’s solid waste collection service.

Fiduciary Funds

- Custodial funds – are used to account for assets held by the Village in a purely custodial capacity. Since custodial funds are custodial in nature (i.e. assets equal liabilities), they do not involve the measurement of results of operations. Since, by definition, these assets are held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not included in the preparation of the government-wide statements. The Village’s custodial fund consists of the following:
 - Taxing Jurisdiction Fund – accounts for assets collected for other taxing jurisdictions

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

C. Measurement Focus and Basis of Accounting

Measurement Focus

In the government-wide statement of net position and the statement of activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b) below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a) All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets, liabilities, and deferred inflows/outflows of resources are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b) The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets, liabilities, and deferred inflows/outflows of resources (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.
- c) Custodial funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources, the disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

In the government-wide statement of net position and statement of activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, deferred outflows of resources and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds and custodial funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or within sixty days after year end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for certain items related to long-term liabilities. Such items include: accumulated unpaid sick pay, WRS pension, OPEB and principal and interest on general long-term debt which are reported when due.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

C. Measurement Focus and Basis of Accounting (continued)

Basis of Accounting (continued)

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used.

Operating revenues and expenses for proprietary funds are those that result from providing services and production and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities. Generally, property tax revenues of proprietary funds are considered nonoperating revenues; however, the Village's Storm Water Utility Fund does not charge user fees. The Village has determined that the portion of Storm Water Utility tax revenue budgeted to cover the cost of operations should be reported as operating revenue, while the portion of Storm Water Utility tax revenue budgeted to cover capital related costs should be reported as nonoperating revenue. The Village's proprietary funds include both enterprise funds and an internal service fund, as further described below.

Enterprise Funds

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The Enterprise Funds consist of the Water Utility, Sewer Utility, Storm Water Utility and Solid Waste Collection.

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Village or to other governments, on a cost-reimbursement basis. The Internal Service Fund consists of the Risk Management Fund which accounts for and finances the Village's uninsured risks of loss.

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity

Cash and Investments

For the purpose of the statement of net position and for the purpose of the statement of cash flows – Proprietary Funds "cash and equivalents": include all demand, savings and money market accounts, and monies invested in the Wisconsin Local Government Investment Pool. Investments are carried at cost, which approximates fair value.

Receivables

In the government-wide statements, receivables consist of all revenues earned or to which the Village is otherwise entitled to and has not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include taxes, grants, police fines, ambulance fees, special assessments, notes and pledges. Business-type activities report utility fees and taxes and special charges on tax roll as their major receivables.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (Continued)

Receivables (continued)

In the fund financial statements, material receivables in governmental funds include revenue accruals such as intergovernmental grants and aids and other similar revenues since they are usually both measurable and available. Receivables collectible but not available are deferred in the fund financial statements in accordance with the modified accrual basis of accounting, but not deferred in the government-wide financial statements in accordance with the accrual basis of accounting. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available.

Proprietary fund material receivables consist of all revenues earned at year-end and not yet received and taxes and special charges on tax roll received but not yet earned. Utility accounts receivable, taxes and special charges on tax roll and interest earnings comprise the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Property taxes are recorded in the year levied as receivables and deferred inflows. They are recognized as revenues in the succeeding year when services financed by the levy are provided. In addition to property taxes for the municipality, taxes are collected for and remitted to the state and county governments as well as the local and vocational school districts. Taxes for all state and other local governmental units billed in the current year for the succeeding year are reflected as receivables and as due to other taxing units on the statement of fiduciary net position. Taxes are levied in December on the assessed value as of the prior January 1. Special charges on the tax roll are recorded in the year levied as receivables and unearned revenue. They are recognized as revenues in the succeeding year when services are provided.

Property Tax Calendar – 2022 Tax Roll:

Levy date	December 2022
Tax bills mailed	December 2022
Payment in full or first installment due (real property)	January 31, 2023
Second installment due (real property)	July 31, 2023
Personal property taxes due in full	January 31, 2023
Tax settlement with other governmental units:	
First settlement	January 15, 2023
Second settlement	February 19, 2023
Third settlement	April 16, 2023
Final settlement	August 20, 2023
Lien date (by County)	September 1, 2023
Tax sale (by County) - 2022 delinquent real estate taxes	October 2026

Leases

The Village is a lessor because it leases capital assets to other entities. As a lessor, the Village reports a lease receivable and corresponding deferred inflow of resources in both the fund financial statements and government-wide financial statements. The Village continues to report and depreciate the capital assets being leased as capital assets of the primary government.

During 2022, the District implemented GASB Statement No. 87, Leases. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)

Leases (continued)

The implementation of GASB Statement No. 87 required the following restatements to the 2021 comparative financial statements:

	<u>Original</u>	<u>Adjustments</u>	<u>Restated</u>
Comparative Balance Sheets – General Fund			
Receivable - leases	\$ ---	\$ 1,198,908	\$ 1,198,908
Deferred inflow – lease related	---	1,198,908	1,198,908
Comparative Statements of Net Position – Water Utility			
Receivable - leases	\$ ---	\$ 165,223	\$ 165,223
Receivable – leases - noncurrent	---	3,789,369	3,789,369
Deferred inflow – lease related	---	3,954,592	3,954,592
Comparative Statements of Revenues, Expenses and Changes in Net Position – Water Utility			
Charges for services	\$ 7,033,718	\$ (328,765)	\$ 6,704,953
Lease revenue	---	257,185	257,185
Interest on leases	---	71,580	71,580
Comparative Statements of Cash Flows – Water Utility			
Receipts from customers	\$ 5,434,671	\$ (328,765)	\$ 5,105,906
Other receipts	46,493	257,185	303,678
Interest received on leases	---	71,580	71,580
Operating income	1,219,727	(328,765)	890,962
Lease revenue	---	257,185	257,185

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as “due to and from other funds” on the fund financial statements and reflected as “internal balances” on the government-wide financial statements. Long-term interfund loans are reported as “advances from and to other funds”. Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

Inventories and Prepaid Items

Inventories of Governmental and Proprietary Funds consist of supplies and are valued at cost using the first in/first out method, and are reported in both the government-wide and fund financial statements.

Certain payments to vendors reflect costs applicable to future periods and are recorded as prepaid items.

Restricted Assets

Restricted assets include cash and investments of the proprietary funds and non-major special revenue funds that are legally restricted as to their use. These restrictions are the result of bond covenants and legislation.

Prepaid Capital Charges

The prepaid capital charges in the enterprise funds represent the Sewer Utility's share of construction costs for collection systems and treatment facilities shared with other municipalities and located outside of the municipal boundaries. Although the Village has no direct ownership of these facilities, it is entitled to a percentage of each facility's capacity. These costs are being amortized using the straight-line method over the expected life of the facilities.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)

Capital Assets

The accounting treatment related to capital assets depends on whether the assets are used in governmental operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Government-Wide Statements

Capital assets are defined by the Village as assets with an original cost of more than \$5,000 for general capital assets and more than \$50,000 for infrastructure assets and having an estimated useful life of four or more years. All capital assets are valued at historical cost, or estimated historical cost if actual costs are unavailable. Donated capital assets are recorded at their estimated fair value at the date of donation.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the statement of activities with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	40 years
Land improvements	20 years
Equipment and furnishings	4-25 years
Infrastructure	25-80 years

Fund Financial Statements

In the fund financial statements, capital assets acquired in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund. Fixed assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

Water Utility Depreciation Rates

The Water Utility depreciation rates are set by the Public Service Commission of Wisconsin ("PSC").

Compensated Absences

The accounting treatment for compensated absences depends on whether the pay is expected to be paid from current resources or if the benefit is considered long-term in nature. The compensated absences consist of accumulated sick and vacation pay earned but unused by Village employees.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)

Compensated Absences (continued)

Accumulated Vacation Pay

Employees accumulate vacation pay based on various factors but are generally required to use all vacation earned annually. Accordingly, the liability for accumulated vacation pay is expected to be paid from current resources. The liability for vacation pay is recorded in both the government-wide statement and fund financial statements for all fund types.

Accumulated Sick Pay

The Village's policies regarding sick leave permit employees to accumulate sick leave to an unlimited amount. Upon retirement or death, a maximum of 880 hours will be paid to the retiree or beneficiary.

The liability for accumulated sick pay is recorded as long-term debt in the government-wide financial statements up to the maximum amount to be paid out upon termination. The liability is generally liquidated by the general fund.

Due to the long-term nature of this liability, the governmental funds only report this liability in the fund financial statements if they have matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement). The proprietary funds record this liability as it is incurred in the same manner as it is recorded on the government-wide financial statements.

Long-term Obligations and Conduit Debt

The reporting of long-term obligations depends on whether the obligations are related to governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. The long-term debt consists of general obligation notes and bonds, revenue bonds, and unamortized debt premiums and discounts.

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. Premiums and discounts on issuance and gains and losses on debt refundings are deferred and amortized over the life of the debt. Debt issuance costs are expended when incurred.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of the debt and premiums on issuance are reported as other financing sources. Discounts on issuance are reported as other financing uses. Payments of principal and interest, losses on debt refundings, as well as costs of issuance are reported as expenditures. The accounting for proprietary fund obligations is the same in the fund financial statements as it is in the government-wide financial statements.

The Village of Menomonee Falls has permitted the issuance of Industrial Revenue Bonds for various organizations. The principal and interest of Industrial Revenue Bonds are payable solely from revenues and other amounts derived from the projects. The Village has no obligation for the debt, and accordingly, no liability for the bonds is included in the financial statements. These bonds do not enter into the debt limitations of the Village. The aggregate amount of these conduit obligations outstanding as of December 31, 2022 was \$19,364,853.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)

Long-term Obligations and Conduit Debt (continued)

Equity Classifications

Government-Wide Statements

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

- a. Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “net investment in capital assets”.

When both restricted and unrestricted resources are available for use, it is the Village’s policy to use restricted resources first, then unrestricted resources as they are needed.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)

Equity Classifications (continued)

Fund Statements

Governmental fund equity is classified as fund balance. GASB establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The initial distinction that is made are identifying amounts that are considered nonspendable. Fund balance is further classified as restricted, committed, assigned and unassigned. The Village's fund balance classification policies and procedures are as follows:

- a. Nonspendable – Includes amounts that cannot be spent because they are either not in spendable form (i.e. convertible into cash) or, for legal or contractual reasons, must be kept intact. This classification includes inventories, prepaid amounts, assets held for sale and long-term receivables.
- b. Restricted – Constraints placed on the use of these resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or other governments; or are imposed by law (through constitutional provisions or enabling legislation).
- c. Committed – Amounts that can only be used for specific purposes because of a formal action (resolution or ordinance) by the Village's highest level of decision-making authority. Fund balance amounts are committed through a formal action of the Village. An ordinance and resolution are equally binding. The formal action must occur prior to the end of the reporting period, but the amount of commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the Village that originally created the commitment.
- d. Assigned – Amounts that are constrained by the Village's intent to be used for specific purposes, but that do not meet the criteria to be classified as restricted or committed. Intent can be stipulated by the governing body, another body or by an official to whom that authority has been given. The Village Manager and the Finance Director are the only individuals that have been granted authority, through policy of the governing body, to authorize the assignment of fund balance. With the exception of the General Fund, this is the residual fund balance classification for all governmental funds with positive balances.
- e. Unassigned – This is the residual classification of the General Fund. Only the General Fund reports a positive unassigned fund balance. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed or assigned.

Amounts noted as committed relate to constraints approved by the Board of Trustees. Amounts noted as assigned relate to constraints approved by the Village Board or the Finance Director.

The Board of Trustees does not have a formal policy addressing the order in which fund balances will be spent, therefore they use the default of descending order from restricted to unassigned.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)

Deferred Outflows of Resources

Under U.S. GAAP, in addition to assets, the statement of net position, and the proprietary funds statements of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. The Village had a number of items that qualify for reporting in this category. Unamortized losses on refunding are reported in the statement of net position. The Village also reports deferred outflows of resources related to the Village's pension plan. Deferred outflows related to pensions are reported in the statement of net position and the proprietary funds statements of net position. The Village also reports deferred outflows of resources related to the Village's OPEB – life insurance and OPEB - health plans. Deferred outflows related to OPEB are reported in the statement of net position and the proprietary funds statements of net position.

Deferred Inflows of Resources

Under U.S. GAAP, in addition to liabilities, the statement of net position, balance sheet governmental funds, and the statement of net position proprietary funds will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an increase in net position or fund balance that applies to a future period(s) and thus, will not be recognized as an inflow of resources (revenue) until then. The Village had a number of items that qualify for reporting in this category. Taxes levied in one year are not available until the next year and, as a result, are reflected in the financial statements as a deferred inflow of resources. These taxes are deferred in the year levied and recognized as revenue in the following year. An unamortized gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The Village reports deferred inflows of resources related to Village's pension plan. The Village reports deferred inflows of resources related to Village's OPEB – health plan. The Village reports deferred inflows of resources related to Village's OPEB – life insurance plan. The Village also reports unavailable resources for special assessments and miscellaneous unavailable revenue as deferred inflows of resources. The Village also reports deferred inflows related to leases.

Other Post-Employment Benefits (OPEB) – Life Insurance

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 deferred inflows of resources related to other post-employment benefits, 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 (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

1. Summary of Significant Accounting Policies (continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position or Equity (continued)

Pensions

For purposes of measuring the net pension liability (asset), deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense (revenue), information about the fiduciary net position of the Wisconsin Retirement System ("WRS") and additions to/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 benefits terms. Investments are reported at fair value.

2. Stewardship, Compliance, and Accountability

A. Budgetary Information

The Village adopts annual budgets for the General and Debt Service Funds. These annual appropriations lapse at year end. A comparison of budget to actual is presented in the basic financial statements for the General Fund.

Annual budgets are adopted in accordance with state statutes, and are adopted on a GAAP basis with the exception of including planned additions to or deductions from fund balances as other financing sources and uses. Budgets are prepared by department heads and forwarded to the Village Manager, who develops a preliminary budget for submission to the Village Board. Adoption of annual budgets usually takes place in October.

Once the annual budget is adopted, appropriations may only be modified with the approval of a two-thirds majority of the Village Board, including transfers between appropriations. Appropriations (or functions, such as general government, public safety, etc.) represent the level of expenditures which cannot be exceeded without approval of the Village Board. Transfers within appropriations can be made with the approval of the Village Manager. The budgetary data presented in the statement of revenues, expenditures and changes in fund balances – budget to actual – General Fund reflects the original approved budget and subsequent revisions/transfers as authorized by the Village Board or Village Manager under Village policy.

The Village does not record encumbrances.

B. Debt Restrictions

In accordance with Wisconsin Statutes, total general obligation indebtedness of the Village may not exceed five percent of total equalized value of taxable property within the Village's jurisdiction. As of December 31, 2022, the Village was obligated for a total of \$83,775,000 in general obligation debt, or 24.15% of the total debt limit.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts

A. Cash and Equivalents

Cash and equivalents as shown on the Village's statement of net position are subject to the following risks:

Petty Cash	\$ 3,044
Custodial Risk:	
Demand deposits	3,979,832
Local Government Investment Pool (LGIP)	51,740,884
Money market	976,314
Total	\$ 56,700,074

The Village's cash and equivalents are reported in the financial statements as follows:

Statement of net position:	
Cash and equivalents	\$ 39,255,875
Restricted cash and equivalents	11,538,277
Statement of net position - fiduciary fund:	
Cash and equivalents	5,905,922
Total	\$ 56,700,074

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for all time and savings deposits; and \$250,000 for all demand deposits. Deposits in each local and area bank and in the Wisconsin Local Government Investment Pool ("LGIP") are also insured by the State Deposit Guarantee Fund ("SDGF") in the amount of \$400,000 per financial institution. However, due to the relatively small size of the Guarantee Fund in relationship to the total deposits covered and other legal implications, recovery of material principal losses may not be significant to individual governmental entities. Investments in the local government investment pool are covered under a surety bond issued by Financial Security Assurance, Inc. The bond insures against losses arising from principal defaults on substantially all types of securities acquired by the pool. The bond provides unlimited coverage on principal losses, reduced by any FDIC, SDGF insurance, and income on the investment during the calendar quarter a loss occurs.

The LGIP does not have a credit quality rating and is also not subject to credit risk disclosure because investments are not issued in securities form. It is part of the SIF and is managed by the State of Wisconsin Investment Board. The LGIP is not registered with the Securities and Exchange Commission, but operates under the statutory authority of Wisconsin Chapter 25. The SIF reports the fair value of its underlying assets annually and carries investments at amortized cost for purposes of calculating income to participants. At December 31, 2022, the fair value of the Village's share of the LGIP's assets was substantially equal to the amount as reported in these statements.

In accordance with certain contractual provisions, investment income associated with LGIP is assigned to the corresponding fund in which the assets are held. Participants in LGIP have the right to withdraw their funds in total on one day's notice. The LGIP does not include any involuntary participants.

Petty cash is not subject to custodial, interest rate or credit risk.

A separate financial report for SIF is prepared in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Copies of the report can be obtained from <http://www.doa.state.wi.us/Divisions/Budget-and-Finance/LGIP>.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

A. Cash and Equivalents and Investments (continued)

Custodial Risk: Is the risk that, in the event of a financial institution failure, the Village's deposits may not be returned to the Village. The Village's carrying value for demand deposits and other investments subject to custodial risk were \$56,697,030 at December 31, 2022 and the bank's carrying value was \$57,395,875, of which \$1,287,172 was fully insured, and \$56,108,703 was uninsured and uncollateralized. The Village does not have a policy on custodial risk.

Fluctuating cash flows during the year due to the timing of receipt of tax collections, other revenues, and financing sources may have resulted in temporary uninsured balances significantly exceeding the amounts reported under custodial risk.

The Village invests its funds in accordance with the provisions of the Wisconsin Statutes 66.04(2) and 67.11(2), which are as follows:

1. Time deposits in any credit union, bank, savings bank, trust company or savings and loan association.
2. Bonds or securities of any county, city, drainage district, technical college districts, village, town, or school district of the state.
3. Bonds or securities issued or guaranteed by the federal government.
4. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
5. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
6. Repurchase agreements secured by federal bonds or securities with public depositories.
7. Bonds issued by local exposition districts.
8. Bonds issued by local professional baseball park districts and professional football stadium districts.
9. Bonds issued by the University of Wisconsin Hospitals and Clinic Authority.
10. The Local Government Investment Pool Fund.

Additional restrictions may arise from local charters, ordinances, resolutions and grant regulations. There were no significant violations during the year or legal or contractual provisions of investments or deposits.

LGIP is exempt from fair value disclosure due to investments being valued at amortized cost. Certificates of deposit are exempt from fair value disclosures due to investments being valued at cost plus accrued interest accrued.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

B. Receivables

The following schedules provide detail on receivables, related allowances, and amounts not expected to be collected within one year:

Governmental Activities

	<u>Gross Receivable</u>	<u>Allowance Doubtful Accounts</u>	<u>Net Receivable</u>	<u>Expected After December 31, 2023</u>
Taxes	\$ 26,451,105	\$ (6,048)	\$ 26,445,057	\$ ---
Special charges on tax roll	25,568	---	25,568	---
Intergovernmental aid	1,333,773	---	1,333,773	---
Accounts	2,916,280	(450,195)	2,466,085	478,000
Special assessments	721,911	---	721,911	600,000
Leases	1,086,386	---	1,086,386	973,152
Interest - leases	3,940	---	3,940	---

The allowance for taxes is for delinquent personal property taxes receivable. Allowances related to accounts are for police fines of \$417,173 and for ambulance billings of \$33,022.

Business-type Activities

	<u>Gross Receivable</u>	<u>Allowance for Doubtful Accounts</u>	<u>Net Receivable</u>	<u>Expected After December 31, 2023</u>
Taxes	\$ 931,000	\$ ---	\$ 931,000	\$ ---
Special charges on tax roll	2,638,530	---	2,638,530	---
Utility customers & other	2,977,004	(12,245)	2,964,759	---
Special assessments	186,064	---	186,064	178,917
Leases	4,367,238	---	4,367,238	4,192,021
Interest - leases	26,384	---	26,384	---

The allowance for accounts is related to utility customers who have filed for bankruptcy.

Fiduciary Funds

	<u>Gross Receivable</u>	<u>Allowance for Doubtful Accounts</u>	<u>Net Receivable</u>	<u>Expected After December 31, 2023</u>
Taxes	\$ 56,481,976	\$ ---	\$ 56,481,976	\$ ---

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

C. Interfund Balances and Transfers

Advances

Advances between funds represent interfund long-term loans.

The General Fund has advanced funds to TID #6 and TID #7 for project expenditures, with interest charged at the average LGIP rate plus .5% on outstanding balances.

The Municipal Facilities and Equipment Fund has advanced funds to the debt service fund for future debt payments. Interest is being charged at the average LGIP rate plus .5% on outstanding balances.

The Municipal Facilities and Equipment Fund has advanced funds to TID #6, TID #9, TID #10, TID #13, TID #14 and TID #15 for project expenditures. Interest is being charged at the average LGIP rate plus .5% on outstanding balances.

The Water Utility has advanced funds to the Storm Water Utility that was provided to fund operations. Interest is being charged at the average LGIP rate plus .5% on outstanding balances.

Aggregated balances outstanding for these advances are as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Other governmental funds	\$ 1,515,735
Other governmental funds	Other governmental funds	3,010,172
Other governmental funds	Debt Service Fund	255,000
Water Utility	Storm Water Utility	2,778,905

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

C. Interfund Balances and Transfers (continued)

Transfers

Transfers between governmental funds are summarized as follows:

Transfers in	Transfers out	Amount
Debt Service Fund	General Fund	\$ 282,951
Debt Service Fund	Capital Projects Fund	44,026
Debt Service Fund	Other governmental funds	6,405,284
Other governmental funds	General Fund	627,478
Capital Projects Fund	Other governmental funds	4,915,040
		<u>\$ 12,274,779</u>

These transfers were made for the following purposes:

- Transfers to the Debt Service Fund from the General Fund were made to fund the General Fund's debt service requirements and to offset future debt obligations.
- Transfers to the Debt Service Fund from the Capital Projects Fund were made to fund the Capital Projects Fund's debt service requirements and to offset future debt obligations.
- Transfers to the Debt Service Fund from Other governmental funds were made to fund the Other governmental funds' debt service requirements.
- Transfers to the Other governmental funds from the General Fund were made to fund capital expenditures.
- Transfers to the Capital Projects Fund from the Other government funds were made to fund capital expenditures.

Transfers between governmental funds and business-type activities for PILOT are summarized as follows:

Transfers in	Transfers out	Amount
General Fund	Water Utility	\$ 1,129,120

Transfers between governmental funds and business-type activities for capital expenditures are summarized as follows:

Transfers in	Transfers out	Amount
Water Utility	Other governmental funds	\$ 1,377,893

Certain payments between funds have been recorded as revenues and expenses of the related funds, as opposed to transfers, as they represent payment for services provided. Principal examples include:

- Public fire protection charges from the General fund to the Water Utility
- Interest paid on advances between various funds.
- Reimbursements for depreciation of meters and a return on investment in meters from the Sewer Utility to the Water Utility.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

D. Restricted Assets

Cash and equivalents of the water and sewer utilities as described below are restricted for specific purposes. These restrictions are the result of covenants of debt issuances and ordinances enacted related to the interceptor sewer tax and impact fees charged to developers, and are summarized as follows:

Restricted cash and equivalents:	Sewer Utility	Water Utility	Total
Interceptor sewer reserve	\$ 1,605,268	\$ ---	\$ 1,605,268
Impact fee reserve	4,144,049	3,693,028	7,837,077
Special redemption reserve	76,505	---	76,505
Operation and maintenance reserve	877,167	---	877,167
Depreciation reserve	174,900	---	174,900
Total	\$ 6,877,889	\$ 3,693,028	\$ 10,570,917

Cash and equivalents of the non-major special revenue funds are restricted as a result of state statutes related to fire and park impact fees. As of December 31, 2022, the restricted cash and equivalents related to fire impact fees was \$678,299. As of December 31, 2022, the restricted cash and equivalents related to park impact fees was \$289,061.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

E. Capital Assets

Capital asset activity for the year ended December 31, 2022 is summarized as follows:

Governmental Activities

	Balance January 1, 2022	Additions	Transfers	Disposals	Balance December 31, 2022
Nondepreciable capital assets:					
Land	\$ 106,596,514	\$ 255,087	\$ ---	\$ ---	\$ 106,851,601
Construction in progress	2,468,727	5,533,672	(1,015,622)	(110,008)	6,876,769
Total nondepreciable capital assets	109,065,241	5,788,759	(1,015,622)	(110,008)	113,728,370
Depreciable capital assets:					
Land improvements	6,281,044	114,684	---	---	6,395,728
Buildings and improvements	60,737,829	59,676	---	---	60,797,505
Equipment and furnishings	23,804,464	894,707	272,165	(123,557)	24,847,779
Infrastructure	62,819,463	967,756	646,745	(95,544)	64,338,420
Total depreciable capital assets	153,642,800	2,036,823	918,910	(219,101)	156,379,432
Less accumulated depreciation:					
Land improvements	3,832,351	275,468	---	---	4,107,819
Buildings and improvements	19,917,628	1,471,421	---	---	21,389,049
Equipment and furnishings	17,293,148	1,375,949	---	(117,861)	18,551,236
Infrastructure	29,398,795	2,316,649	---	(95,544)	31,619,900
Total accumulated depreciation	70,441,922	5,439,487	---	(213,405)	75,668,004
Net depreciable capital assets	83,200,878	(3,402,664)	918,910	(5,696)	80,711,428
Net total capital assets	\$ 192,266,119	\$ 2,386,095	\$ *(96,712)	\$ (115,704)	\$ 194,439,798

* - Transferred to water utility

Depreciation was charged to governmental functions as follows:

General government	\$ 590,459
Public safety	995,822
Public works	3,256,708
Culture and recreation	564,591
Conservation and development	31,907
Total depreciation	\$ 5,439,487

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

E. Capital Assets (continued)

Business-type Activities

	Balance January 1, 2022	Additions	Transfers	Disposals	Balance December 31, 2022
Nondepreciable capital assets:					
Land	\$ 608,553	\$ ---	\$ ---	\$ ---	\$ 608,553
Construction in progress	3,017,064	5,387,322	(1,759,811)	(258,719)	6,385,856
Total nondepreciable capital assets	3,625,617	5,387,322	(1,759,811)	(258,719)	6,994,409
Depreciable capital assets:					
Land improvements	1,913,209	---	---	---	1,913,209
Buildings and improvements	9,258,335	---	---	---	9,258,335
Equipment and furnishings	10,120,574	252,075	276,123	(134,029)	10,514,743
Infrastructure	215,705,077	3,014,068	1,580,400	(75,484)	220,224,061
Total depreciable capital assets	236,997,195	3,266,143	1,856,523	(209,513)	241,910,348
Less accumulated depreciation:					
Land improvements	716,644	37,358	---	---	754,002
Buildings and improvements	6,801,727	322,553	---	---	7,124,280
Equipment and furnishings	7,035,991	574,002	---	(134,029)	7,475,964
Infrastructure	72,249,209	3,560,723	---	(75,484)	75,734,448
Total accumulated depreciation	86,803,571	4,494,636	---	(209,513)	91,088,694
Net depreciable capital assets	150,193,624	(1,228,483)	1,856,523	---	150,821,654
Net total capital assets	\$ 153,819,241	\$ 4,158,829	\$ * 96,712	\$ (258,719)	\$ 157,816,063

* - Transferred from governmental activities

Depreciation was charged to proprietary functions as follows:

Water Utility	\$ 2,020,150
Water Utility - allocated	48,338
Sewer Utility	1,613,425
Storm Water Utility	812,723
Total depreciation	\$ 4,494,636

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

F. Long-Term Obligations

Long-term obligations activity for the year ended December 31, 2022 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities:					
Long-term debt:					
General obligation debt	\$ 71,342,951	\$ 8,835,000	\$ (7,707,951)	\$ 72,470,000	\$ 7,255,000
Other liabilities:					
Accumulated unpaid sick pay	3,128,569	661,433	(628,617)	3,161,385	419,075
Total governmental long-term obligations	<u>\$ 74,471,520</u>	<u>\$ 9,496,433</u>	<u>\$ (8,336,568)</u>	<u>\$ 75,631,385</u>	<u>\$ 7,674,075</u>
Business-type Activities:					
Long-term debt:					
Revenue bonds	\$ 692,355	\$ ---	\$ (108,261)	\$ 584,094	\$ 111,018
General obligation debt	11,095,000	1,350,000	(1,140,000)	11,305,000	915,000
Total long-term debt	11,787,355	1,350,000	(1,248,261)	11,889,094	1,026,018
Other liabilities:					
Accumulated unpaid sick pay	444,116	80,839	(100,845)	424,110	67,056
Total business-type long-term obligations	<u>\$ 12,231,471</u>	<u>\$ 1,430,839</u>	<u>\$ (1,349,106)</u>	<u>\$ 12,313,204</u>	<u>\$ 1,093,074</u>

The above schedule doesn't include \$1,345,562 of unamortized premiums on issuance, which is included in the governmental activities as bonds and notes on the Statement of Net Position.

The above schedule doesn't include \$318,488 of unamortized premiums on issuance, which is included in the business-type activities as bonds and notes on the Statement of Net Position.

Accumulated vacation pay is considered earned and payable and thus, is recorded as a current liability.

Activity related to accumulated unpaid sick pay is summarized as follows:

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Totals</u>
Balance, beginning of year	\$ 3,128,569	\$ 444,116	\$ 3,572,685
Sick leave benefit earned – current year	661,433	80,839	742,272
Sick leave used – current year	(511,875)	(58,624)	(570,499)
Sick leave paid upon retirement	(116,742)	(42,221)	(158,963)
Balance, end of year	<u>\$ 3,161,385</u>	<u>\$ 424,110</u>	<u>\$ 3,585,495</u>

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

F. Long-Term Obligations (continued)

General Obligation Debt

All general obligation notes and bonds payable are backed by the full faith and credit of the Village, and will be retired by resources derived from various sources, including property tax levies, special assessments, tipping fees, park impact fees, and tax increments. Details of general obligation debt are presented below:

<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Average Coupon Rate</u>	<u>Original Indebtedness</u>	<u>Balance 12/31/22</u>
06/17/13	06/01/23	2.28%	\$ 1,930,000	\$ 200,000
06/16/14	06/01/24	2.91%	4,920,000	2,540,000
10/30/14	05/01/30	4.00%	8,450,000	6,900,000
03/30/15	03/01/25	2.95%	7,850,000	5,550,000
03/30/15	03/01/25	3.11%	4,300,000	3,100,000
05/04/15	05/01/25	2.86%	3,110,000	2,325,000
05/02/16	05/01/26	2.00%	3,190,000	1,695,000
11/21/16	06/01/26	2.00%	2,500,000	1,350,000
11/21/16	06/01/33	2.99%	7,425,000	6,350,000
06/20/17	06/01/27	2.64%	14,935,000	8,125,000
06/18/18	06/01/28	3.00%	3,340,000	2,370,000
07/10/19	02/01/29	3.50%	2,030,000	1,390,000
07/10/19	02/01/39	3.08%	4,350,000	3,870,000
07/10/19	09/01/38	2.74%	18,435,000	17,800,000
07/01/20	02/01/30	2.27%	3,270,000	2,510,000
07/01/20	02/01/40	2.00%	1,460,000	1,310,000
05/13/21	02/01/31	1.83%	3,150,000	3,005,000
05/13/21	02/01/41	2.00%	3,400,000	3,200,000
04/27/22	02/01/32	2.80%	6,190,000	6,190,000
04/27/22	02/01/35	2.56%	1,350,000	1,350,000
05/04/22	02/01/39	4.44%	2,645,000	2,645,000
Total general obligation debt				\$ <u>83,775,000</u>
Governmental activity debt				\$ 72,470,000
Business-type activity debt				<u>11,305,000</u>
Total general obligation debt				\$ <u>83,775,000</u>

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

F. Long-Term Obligations (continued)

General Obligation Debt (continued)

The following summarizes the debt limit calculation as of December 31, 2022:

Equalized Value January 1, 2022	\$ <u>6,939,272,100</u>
---------------------------------	-------------------------

Debt limit (5% of equalized value)	\$ <u>346,963,605</u>
------------------------------------	-----------------------

General Obligation Debt by Funding Source:

Tax levy	\$ 18,110,000
Tipping fees	7,230,000
TID increments	47,130,000
Utility user fees	11,305,000
Total General Obligation debt	\$ <u>83,775,000</u>

Ratio of applicable general obligation debt to debt limit	<u>24.15 %</u>
---	----------------

Revenue Bonds

Sewer Utility revenue bonds are payable solely from revenues generated by the utility. A statutory mortgage lien upon the sewerage system and any additions, improvements, and extensions thereto is created by Section 66.0621 of the Wisconsin Statutes as provided for in the resolutions authorizing the mortgage revenue bond issues. The earnings of the Sewer Utility remain subject to the lien until payment in full of the principal and interest on the bonds.

Details of revenue bonds outstanding are presented below:

	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Average Coupon Rate</u>		<u>Original Indebtedness</u>	<u>Balance 12/31/22</u>
Business-type Activities:						
Clean Water Fund Loans:						
Sewer Utility:	08/22/07	05/01/27	2.55%	\$	1,887,778	\$ <u>584,094</u>

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

F. Long-Term Obligations (continued)

Debt Maturities

Debt service requirements to maturity for long-term debt are as follows:

Governmental Activities:

Year	General Obligation Debt		Revenue Bonds		Total
	Principal	Interest	Principal	Interest	
2023	\$ 7,255,000	\$ 2,128,763	\$ ---	\$ ---	\$ 9,383,763
2024	7,095,000	1,829,331	---	---	8,924,331
2025	13,670,000	1,519,179	---	---	15,189,179
2026	6,610,000	1,229,263	---	---	7,839,263
2027	6,720,000	1,040,848	---	---	7,760,848
2028-2032	27,845,000	2,678,802	---	---	30,523,802
2033-2037	2,895,000	247,106	---	---	3,142,106
2038-2041	380,000	14,290	---	---	394,290
Totals	\$ 72,470,000	\$ 10,687,582	\$ ---	\$ ---	\$ 83,157,582

Business-type Activities:

Year	General Obligation Debt		Revenue Bonds		Total
	Principal	Interest	Principal	Interest	
2023	\$ 915,000	\$ 272,908	\$ 111,018	\$ 13,463	\$ 1,312,389
2024	1,175,000	235,835	113,845	10,599	1,535,279
2025	1,240,000	203,610	116,745	7,663	1,568,018
2026	1,315,000	173,081	119,719	4,652	1,612,452
2027	1,220,000	143,918	122,767	1,563	1,488,248
2028-2032	3,070,000	416,148	---	---	3,486,148
2033-2037	1,630,000	161,950	---	---	1,791,950
2038-2041	740,000	26,250	---	---	766,250
Totals	\$ 11,305,000	\$ 1,633,700	\$ 584,094	\$ 37,940	\$ 13,560,734

Total Primary Government:

Year	General Obligation Debt		Revenue Bonds		Total
	Principal	Interest	Principal	Interest	
2023	\$ 8,170,000	\$ 2,401,671	\$ 111,018	\$ 13,463	\$ 10,696,152
2024	8,270,000	2,065,166	113,845	10,599	10,459,610
2025	14,910,000	1,722,789	116,745	7,663	16,757,197
2026	7,925,000	1,402,344	119,719	4,652	9,451,715
2027	7,940,000	1,184,766	122,767	1,563	9,249,096
2028-2032	30,915,000	3,094,950	---	---	34,009,950
2033-2037	4,525,000	409,056	---	---	4,934,056
2038-2041	1,120,000	40,540	---	---	1,160,540
Totals	\$ 83,775,000	\$ 12,321,282	\$ 584,094	\$ 37,940	\$ 96,718,316

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

F. Long-Term Obligations (continued)

Premiums, Discounts, and Gains and Losses on Refundings

Governmental Activities:

Premiums and discounts on issuance, and gains and losses on refundings are recognized in the year in which they occur in the fund financial statements, but are deferred and amortized using the straight-line method over the life of the debt issue in the government-wide statements.

Business-type Activities:

Premiums and discounts on issuance, and gains and losses on refundings are deferred and amortized using the straight-line method over the life of the debt issue in both the fund statements and the government-wide statements.

Activity for the year ended December 31, 2022 is summarized as follows:

	<u>Balance January 1, 2022</u>	<u>Additions</u>	<u>Amortization Expense (Benefit)</u>	<u>Balance December 31, 2022</u>
Governmental Activities:				
Premium and discounts	\$ 1,304,839	\$ 269,820	\$ (229,097)	\$ 1,345,562
Gains and Losses on refunding	11,305	---	2,061	13,366
Total governmental activities	<u>\$ 1,316,144</u>	<u>\$ 269,820</u>	<u>\$ (227,036)</u>	<u>\$ 1,358,928</u>
Business-type Activities:				
Premiums and discounts:				
Water Utility	\$ 303,548	\$ 12,894	\$ (34,056)	\$ 282,386
Storm Water Utility	43,588	---	(7,486)	36,102
Total business-type activities	<u>\$ 347,136</u>	<u>\$ 12,894</u>	<u>\$ (41,542)</u>	<u>\$ 318,488</u>

Subsequent Debt Issuances

In March 2023, the Village Board approved the issuance and sale of \$2,655,000 general obligation promissory notes. The debt was issued on May 24, 2023. The proceeds from the issuance will be used to fund capital expenditures, including street, park, TID #8 and TID #14 projects. The loan matures on February 1, 2033, with an average interest rate of 4.00%.

In March 2023, the Village Board approved the issuance and sale of \$2,430,000 general obligation promissory notes. The debt was issued on May 24, 2023. The proceeds from the issuance will be used to fund water utility projects. The loan matures on February 1, 2043, with an average interest rate of 4.00%.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

G. Net Position and Fund Balances

Government-wide Financial Statement Net Position

Governmental Activities

Governmental net position consists of the following:

Net Investment in Capital Assets:

Land and construction in progress	\$ 113,728,370	
Other capital assets net of accumulated depreciation	80,711,428	
Less: accrued interest	(650,520)	
Less: related long-term debt	<u>(39,692,564)</u>	
Total net investment in capital assets		\$ 154,096,714

Restricted for:

Capital Projects:

Park development and land acquisition	1,014,976	
Library facilities	<u>60,516</u>	
Total restricted for capital projects		1,075,492

Debt service		1,245
Library operations and maintenance		900,115

Other:

Community development	608,066	
Public safety programs	892,957	
Parks operations	<u>32,604</u>	
Total restricted for other		1,533,627

Unrestricted		<u>(13,914,270)</u>
Total governmental net position		\$ <u>143,692,923</u>

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

G. Net Position and Fund Balances (continued)

Government-wide Financial Statement Net Position (continued)

Business-type Activities

Business-type net position consists of the following:

Net Investment in Capital Assets:

Land and construction in progress	\$ 6,994,409	
Other capital assets net of accumulated depreciation	150,821,654	
Less: related long-term debt	<u>(10,729,978)</u>	
Total net investment in capital assets		\$ 147,086,085

Restricted for:

Capital Projects:

Interceptor sewer improvements	1,605,268	
Other sewer infrastructure improvements	4,144,049	
Other water infrastructure improvements	<u>3,693,028</u>	
Total restricted for capital projects		9,442,345

Other:

Operation and maintenance – sewer	877,167	
Depreciation fund – sewer	<u>174,900</u>	
Total restricted for other		1,052,067

Unrestricted		<u>11,797,688</u>
Total business-type net position		\$ <u>169,378,185</u>

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

3. Detail Notes on Transaction Classes and Accounts (continued)

G. Net Position and Fund Balances (continued)

Fund Financial Statements

Governmental fund balances consist of the following:

General Fund:

Nonspendable:

Prepaid items	\$ 79,324	
Advances to other funds	1,515,735	
Delinquent personal property taxes receivable	9,062	
Inventory of supplies	602,117	
Total nonspendable		\$ 2,206,238
Unassigned		8,308,002
Total General Fund		\$ 10,514,240

Debt Service:

Restricted: for debt service	\$ 1,245
------------------------------	----------

Capital Projects:

Committed: for capital projects	\$ 1,564,626
---------------------------------	--------------

Non-major Funds:

Nonspendable:

Advances to other funds	\$ 3,265,172	
Long-term special assessments	209,844	
Total nonspendable		\$ 3,475,016

Restricted:

Revolving loans for community development	749	
Public safety programs	892,957	
Park development and land acquisition	1,011,070	
Parks operations	32,604	
Tourism commission	507,462	
Library facilities	60,516	
Library operations and maintenance	1,085,452	
American rescue plan	60,942	
TIF district improvements and related debt service	3,921,051	
Total restricted		7,572,803

Committed:

Community grants	14,330	
Cable TV	22,500	
Special assessments	187,306	
Total committed		224,136

Assigned:

Capital projects	3,653,280
------------------	-----------

Unassigned	(4,111,276)
------------	-------------

Total non-major funds	\$ 10,813,959
------------------------------	----------------------

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes

A. Employee 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 1,200 hours a year (880 hours for teachers and school district educational support employees) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Wisconsin Retirement System Financial Report, which can also be found using the link above.

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 occupation employees, 62 for elected officials and executive service retirement plan participants, if hired on or before 12/31/16) 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.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

A. Employee 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:

Year	Core Fund Adjustment %	Variable Fund Adjustment %
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
2018	2.4	17.0
2019	0.0	(10.0)
2020	1.7	21.0
2021	5.1	13.0

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. Starting on January 1, 2016, the Executives and Elected Officials category was merged into the General Employee Category. Required contributions for protective employees are the same rate as for 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 reporting period (calendar year 2021), the WRS recognized \$1,482,193 in contributions from the employer.

Contribution rates as of December 31, 2022 are:

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.50%	6.50%
Protective with Social Security	6.50%	12.00%
Protective without Social Security	6.50%	16.40%

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

A. Employee Pension Plan (continued)

Pension Asset, Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2022, the Village reported an asset of \$10,083,484 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2021, and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of December 31, 2020 rolled forward to December 31, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net pension asset was based on the Village's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2021, the Village's proportion was 0.1251%, which was an increase of 0.0023% from its proportion measured as of December 31, 2020.

For the year ended December 31, 2022, the Village recognized pension revenue of \$977,994.

At December 31, 2022, the Village reported deferred outflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 16,289,359	\$ 1,174,638
Changes in assumptions	1,881,233	---
Net difference between projected and actual earnings on pension plan investments	---	22,557,593
Changes in proportion and differences between employer contributions and proportionate share of contributions	25,353	15,017
Employer contributions subsequent to the measurement date	1,598,834	---
Total	\$ 19,794,779	\$ 23,747,248

The amount of \$1,598,834 reported as deferred outflows related to pension resulting from the WRS Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2023. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense (revenue) as follows:

Year Ended December 31,	
2023	\$ (467,254)
2024	(2,727,863)
2025	(1,200,747)
2026	(1,155,438)

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

A. Employee Pension Plan (continued)

Actuarial Assumptions

The total pension asset in the December 31, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2020
Measurement Date of Net Pension Liability (Asset)	December 31, 2021
Experience Study:	January 1, 2018 – December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases: Inflation Seniority/Merit	3.0% 0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table
Post-retirement Adjustments*	1.7%

** No post-retirement adjustment is guaranteed. Actual adjustments are based on recognized investment return, actuarial experience and other factors. 1.7% 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 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. Based on this experience study, actuarial assumptions used to measure the total pension liability changed from prior year, including the discount rate, long-term expected rate of return, post-retirement adjustment, price inflation, mortality and separation rates. The total pension liability for December 31, 2021 is based upon a roll-forward of the liability calculated from the December 31, 2020 actuarial valuation.

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

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

A. Employee Pension Plan (continued)

Actuarial Assumptions (continued)

The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Allocation Targets and Expected Returns¹
As of December 31, 2021

Core Fund Asset Class	Current Asset Allocation	Long-Term Expected Nominal Rate of Return	Long-Term Expected Real Rate of Return²
Global Equities	52.0%	6.8%	4.2%
Fixed Income	25.0	4.3	1.8
Inflation Sensitive	19.0	2.7	0.2
Real Estate	7.0	5.6	3.0
Private Equity/Debt	12.0	9.7	7.0
Total Core Fund ³	115.0	6.6	4.0
Variable Fund Asset Class			
U.S. Equities	70.0%	6.3%	3.7%
International Equities	30.0	7.2	4.6
Total Variable Fund	100.0	6.8	4.2

¹Asset Allocations are managed within established ranges, target percentages may differ from actual monthly allocations

²New England Pension Consultants Long-Term US CPI (Inflation) Forecast: 2.5%

³The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. This results in an asset allocation beyond 100%. Currently, an asset allocation target of 15% policy leverage is used, subject to an allowable range of up to 20%.

Single Discount rate. A single discount rate of 6.80% was used to measure the total pension liability, as opposed to a discount rate of 7.00% for the prior year. This single discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 1.84% (Source: Fixed-income municipal bonds with 20 years to maturity that include only federally tax-exempt municipal bonds as reported in Fidelity Index's "20-year Municipal GO AA Index" as of December 31, 2021. In describing this index, Fidelity notes that the Municipal Curves are constructed using option-adjusted analytics of a diverse population of over 10,000 tax-exempt securities). Because of the unique structure of WRS, the 6.80% expected rate of return implies that a dividend of approximately 1.70% 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 municipal bond rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

A. Employee Pension Plan (continued)

Actuarial Assumptions (continued)

Sensitivity of the Village's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the Village's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80 percent, as well as what the Village'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 (5.80 percent) or 1-percentage-point higher (7.80 percent) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
Village's proportionate share of the net pension liability (asset)	\$ 7,154,947	\$ (10,083,484)	\$ (22,491,947)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in separately issued financial statements available at: <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Payables to the Pension Plan

Payables to the pension plan at December 31, 2022 were \$139,297. This represents contributions earned as of December 31, 2022, but for which payment was not remitted to the pension plan until subsequent to year-end.

B. Other Post-Employment Benefits (OPEB) – Life Insurance

Plan Description

The Local Retiree Life Insurance Fund ("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 members.

OPEB Plan Fiduciary Net Position

ETF issues a standalone Annual Comprehensive Financial Report ("ACFR"), which can be found at <https://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>.

Additionally, ETF issued a standalone Retiree Life Insurance Financial Report, which can also be found using the link above.

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.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

B. Other Post-Employment Benefits (OPEB) – Life Insurance (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.

Employers are required to pay the following contributions based on member contributions for active members to provide them with Basic Coverage after age 65. There are no employer contributions required for pre-age 65 annuitant coverage. If a member retires prior to age 65, they must continue paying the member premiums until age 65 in order to be eligible for the benefit after age 65.

Contribution rates as of December 31, 2022 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

Member contributions are based upon nine age bands through age 69 and an additional eight age bands for those age 70 and over. Participating members 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, 2021 are as listed below:

Life Insurance Employee Contribution Rates* For the year ended December 31, 2021		
Attained Age	Basic	Supplemental
Under 30	\$0.05	\$0.05
30-34	0.06	0.06
35-39	0.07	0.07
40-44	0.08	0.08
45-49	0.12	0.12
50-54	0.22	0.22
55-59	0.39	0.39
60-64	0.49	0.49
65-69	0.57	0.57

*Disabled members under age 70 receive a waiver-of-premium benefit.

During the reporting period, the LRLIF recognized \$5,588 in contributions from the employer.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

B. Other Post-Employment Benefits (OPEB) – Life Insurance (continued)

OPEB Liability, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At December 31, 2022, the Village reported a liability of \$1,613,631 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of January 1, 2021 rolled forward to December 31, 2021. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The Village's proportion of the net OPEB liability was based on the Village's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2021, the Village's proportion was .2730%, which was an increase of .0337% from its proportion measured as of December 31, 2020.

For the year ended December 31, 2022, the Village recognized OPEB expense of \$187,563.

At December 31, 2022, the Village reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ ---	\$ 82,085
Net difference between projected and actual earnings on OPEB plan investments	20,994	---
Changes in assumptions	487,534	78,213
Changes in proportion and differences between employer contributions and proportionate share of contributions	137,198	165,229
Employer contributions subsequent to the measurement date	5,815	---
Total	\$ 651,541	\$ 325,527

The amount of \$5,815 reported as deferred outflows related to OPEB resulting from the employers contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (asset) in the year ended December 31, 2023.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (revenue) as follows:

Year Ended December 31,	
2023	\$ 71,967
2024	69,531
2025	61,185
2026	77,612
2027	23,287
2028	16,617

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

B. Other Post-Employment Benefits (OPEB) – Life Insurance (continued)

Actuarial assumptions

The total OPEB liability in the January 1, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	January 1, 2021
Measurement Date of Net OPEB Liability (Asset)	December 31, 2021
Experience Study:	January 1, 2018 – December 31, 2020, Published November 18, 2021
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield:	2.06%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	2.17%
Salary Increases	
Inflation:	3.00%
Seniority/Merit:	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table

Actuarial assumptions are based upon an experience study conducted in 2021 that covered a three-year period from January 1, 2018 to December 31, 2020. Based on this experience study, actuarial assumptions used to measure the total OPEB liability changed from the prior year, including the price inflation, mortality and separation rates. The total OPEB liability for December 31, 2021 is based upon a roll-forward of the liability calculated from the January 1, 2021 actuarial valuation.

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.

Local OPEB Life Insurance
Asset Allocation Targets and Expected Returns
As of December 31, 2021

Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return
US Intermediate Credit Bonds	Bloomberg US Interm Credit	45%	1.68%
US Credit Bonds	Bloomberg US Long Credit	5%	1.82%
US Mortgages	Bloomberg US MBS	50%	1.94%
Inflation			2.30%
Long-Term Expected Rate of Return			4.25%

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

B. Other Post-Employment Benefits (OPEB) – Life Insurance (continued)

Actuarial assumptions (continued)

The long term expected rate of return remained unchanged from the prior year at 4.25%. 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. The expected inflation rate increased from 2.20% as of December 31, 2020 to 2.30% as of December 31, 2021.

Single Discount rate A single discount rate of 2.17% was used to measure the total OPEB liability for the current year, as opposed to a discount rate of 2.25% for the prior year. The significant change in the discount rate was primarily caused by the decrease in the municipal bond rate from 2.12% as of December 31, 2020 to 2.06% as of December 31, 2021. The Plan's fiduciary net position was projected to be insufficient to make all projected future benefit payments of current active and inactive members. 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. The plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through December 31, 2036.

The projection of cash flows used to determine the single discount rate assumed that employer contributions will be made according to the current employer contribution schedule and that contributions are made by plan members retiring prior to age 65.

Sensitivity of the Village's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the Village's proportionate share of the net OPEB liability calculated using the discount rate of 2.17 percent, as well as what the Village's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.17 percent) or 1-percentage-point higher (3.17 percent) than the current rate:

	<u>1% Decrease to Discount Rate (1.17%)</u>	<u>Current Discount Rate (2.17%)</u>	<u>1% Increase to Discount Rate (3.17%)</u>
Village's proportionate share of the net OPEB liability	\$ 2,189,116	\$ 1,613,631	\$ 1,180,603

The Village had no payables to the OPEB plan at December 31, 2022.

C. Other Post-Employment Benefits (OPEB) - Health

The Village group health insurance plan provides coverage to active employees and retirees (or other qualified terminated employees) at blended premium rates. This results in an other post-employment benefit ("OPEB") commonly referred to as an implicit rate subsidy. Employees participating in the OPEB benefit consisted of the following at December 31, 2020, the date of the latest valuation:

Retirees	5
Active	159
Number of participating employees	<u>164</u>

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

C. Other Post-Employment Benefits (OPEB) - Health

Actuarial Assumptions

The major assumptions and methods used in the latest actuarial valuation follows:

Valuation date	12/31/2020
Measurement date	12/31/2021
Reporting date	12/31/2022
Actuarial cost method	Entry Age Normal (level percent of salary)
Actuarial assumptions:	
Health care trend	6.50% decreasing by .10% per year down to 5.00%, and level thereafter
Discount rate*	2.00% (based upon all years of projected payments discounted at a municipal bond rate of 2.25%)
Municipal bond rate source	Bond buyer 20-bond GO index
Actuarial assumptions	Based on an experience study conducted in 2018 using Wisconsin Retirement System (WRS) experience from 2015-2017
Mortality assumptions	Wisconsin 2018 Mortality Table adjusted for future mortality improvements using the MP-2018 fully generated improvement scale (multiplied by 60%)

**Implicit in this rate is an assumed rate of inflation of 2.00%*

The projection of cash flows used to determine the single discount rate assumed that the plan would continue to be funded on a pay-as-you-go basis. Based on these assumptions, the 20-year AA municipal bond rate was applied to all periods of projected benefit payments to determine the total OPEB liability.

Single Discount rate. A discount rate of 2.00% was used in calculating the Village's OPEB liability (based upon all projected payments discounted at a municipal bond rate of 2.00%). The discount rate is based on the 20-year AA municipal bond rate. This changed from 2.25% used in the prior year.

Total OPEB Liability

No assets are accumulated in a trust that meets all the criteria in GASB Statement No. 75, paragraph 4 because the Village's contributions are not irrevocable. Accordingly, the Village's total OPEB liability is not reduced by any assets accumulated in a trust that meets the criteria and the Village must report its total OPEB liability.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

C. Other Post-Employment Benefits (OPEB) - Health

Total OPEB Liability (continued)

The Village's total OPEB liability is based upon the actuarial assumptions and projections described herein as determined by the census, benefit and premium data provided by the Village. The following table shows the components of the Village's change in the total OPEB liability:

	Total OPEB Liability
Balance 12/31/21	\$ 2,166,209
Benefit payments	(42,010)
Changes of assumptions or other input	48,741
Difference between expected and actual experience	---
Service cost	191,224
Interest	50,418
Net changes	248,373
Balance 12/31/22	\$ 2,414,582

Sensitivity of the Village's OPEB liability to changes in the discount rate. The following presents the Village's OPEB liability calculated using the discount rate of 2.00 percent, as well as what the Village's OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.00 percent) or 1-percentage-point higher (3.00 percent) than the current rate:

	1% Decrease to Discount Rate (1.00%)	Current Discount Rate (2.00%)	1% Increase to Discount Rate (3.00%)
Village's OPEB liability	\$ 2,618,525	\$ 2,414,582	\$ 2,225,042

Sensitivity of the Village's OPEB liability to changes in Healthcare Cost Trend Rates. The following presents the Village's OPEB liability calculated using the healthcare cost trend rates of 6.50 percent, as well as what the Village's OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (5.50 percent) or 1-percentage-point higher (7.50 percent) than the current rate:

	1% Decrease to Healthcare Cost Trend (5.50% decreasing to 4.00%)	Current Healthcare Cost Trend (6.50% decreasing to 5.00%)	1% Increase to Healthcare Cost Trend (7.50% decreasing to 6.00%)
Village's OPEB liability	\$ 2,115,314	\$ 2,414,582	\$ 2,771,864

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

C. Other Post-Employment Benefits (OPEB) - Health

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

For the year ended December 31, 2022, the Village recognized OPEB expense of \$289,306. At December 31, 2022, the Village reported deferred inflows and outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 96,691	\$ 199,194
Changes in assumptions	192,634	106,062
Net difference between projected and actual earnings on OPEB plan investments	---	---
Changes in proportion and differences between employer contributions and proportionate share of contributions	---	---
Employer contributions subsequent to the measurement date	26,393	---
Total	\$ 315,718	\$ 305,256

The amount of \$26,393 reported as deferred outflows related to OPEB resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense (revenue) as follows:

Year Ended December 31,	
2023	\$ 8,342
2024	8,342
2025	8,342
2026	8,342
2027	8,334
Thereafter	(57,633)

Payable to the OPEB Plan

At December 31, 2022, there were no payables due to the OPEB Plan.

D. Risk Management

The Village is exposed to various risks of loss related to torts; theft of; damage to, or destruction of assets; and errors and omissions, natural disasters and workers' compensation. The Village purchases general, automobile and workers' compensation insurance from the Cities and Villages Mutual Insurance Company. The Village purchases commercial insurance for all other risks. There have been no significant reductions in insurance for any risk of loss in the past year. No claims have significantly exceeded the commercial coverage in the past three years.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

D. Risk Management (continued)

The CVMIC is made up of a membership of Wisconsin municipalities. The Village's share of assets, liabilities, and fund equity was approximately 2.635% as of December 31, 2022. The CVMIC insures the Village with \$5 million (per occurrence) coverage; a \$125,000 deductible; and \$500,000 stop loss.

The Village's Risk Management Fund was established to account for and finance the Village's uninsured risk of loss. At December 31, 2022, this fund had a net position totaling \$264,834 which is available to pay future claims. Annually, a liability for claims incurred but not yet reported is calculated by an actuary. The claims are listed at full (non-discounted) value. The following is a summary of the changes in this liability account:

<u>Fiscal Year</u>		<u>Balance January 1,</u>	<u>Claims and Changes In Estimates</u>	<u>Claim Payments</u>		<u>Balance December 31,</u>
2022	\$	210,794	\$ ---	\$ (113,901)	\$	96,893
2021		93,999	116,795	---		210,794

Summary financial information for CVMIC and WMIC for the year ended December 31, 2022 is available from the CVMIC offices. As of December 31, 2022, the CVMIC had assets of \$52,945,180 and a policyholders' surplus of \$31,621,178.

E. Tax Incremental Districts

Tax increment financing district ("TID"), as authorized by Section 66.1105 of the Wisconsin Statutes, is a method by which the Village can recover its development and public improvement costs in TID designated areas. These costs are recovered from the increase in property tax revenue which results from the increased valuation in the designated area. The Village finances development and public improvement costs in its TID through the issuance of general obligation long-term debt. Project costs are reported primarily as capital projects fund expenditures. Tax increments are reported as capital projects fund revenues and are used to meet maturing debt obligations incurred to provide financing for development and public improvement costs within the tax incremental district. Certain details related to each of the Village's tax incremental districts are listed below. For complete details of financial activity related to any of the tax incremental districts, compilation reports are available for viewing in the Village's Financial Services Department.

T.I.D. #6 – Main St Corridor

On April 17, 2006, the Village created Tax Incremental District #6 ("TID #6"). TID #6 has a statutory life of 27 years which will expire April 17, 2033. The last date to incur project costs is April 17, 2028. On July 21, 2008, the original project plan was amended to change the original plan boundaries. On September 17, 2018, the original project plan was amended to increase certain planned project expenditures. On April 1, 2019, TID #6 received the Village's portion of the excess TIF increment disbursed upon closure from TID #4 and TIF #5 in the amounts of \$532,506 and \$501,555, respectively. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 45,328,981	\$ 4,412,112	\$ 45,328,981	\$ 15,984,892	\$ 11,563,701

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

E. Tax Incremental Districts (continued)

T.I.D. #7 – First Park

On February 18, 2008, the Village created Tax Incremental District #7 ("TID #7"). TID #7 has a statutory life of 20 years which will expire February 18, 2028. The last date to incur project costs is February 18, 2023. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 11,096,724	\$ 4,824,498	\$ 11,096,724	\$ 4,941,255	\$ 161,458

T.I.D. #8 – Falls Parkway

On July 21, 2008, the Village created Tax Incremental District #8 ("TID #8"). TID #8 has a statutory life of 27 years which will expire July 21, 2035. On January 18, 2010, the project plan was amended by the addition of certain provisions and to provide transfers in from TID #4. The last date to incur project costs is July 21, 2030. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 64,945,750	\$ 29,170,256	\$ 64,945,750	\$ 44,774,324	\$ 18,490,000

T.I.D. #9 – Village Centre / Appleton Ave

On January 18, 2010, the Village created Tax Incremental District #9 ("TID #9"). TID #9 has a statutory life of 20 years which will expire January 18, 2030. The last date to incur project costs is January 18, 2025. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 23,481,963	\$ 1,922,759	\$ 23,481,963	\$ 2,552,768	\$ 718,244

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

E. Tax Incremental Districts (continued)

T.I.D. #10 – Woodland Prime

On August 17, 2011, the Village created Tax Incremental District #10 ("TID #10"). TID #10 has a statutory life of 26 (as extended) years which will expire August 17, 2037. The last date to incur project costs is August 17, 2026. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 53,260,084	\$ 5,563,633	\$ 53,260,084	\$ 20,943,876	\$ 15,469,032

T.I.D. #11 – Wacker Neuson

On August 17, 2011, the Village created Tax Incremental District #11 ("TID #11"). TID #11 has a statutory life of 20 years which will expire August 17, 2031. The last date to incur project costs is August 17, 2026. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 4,501,500	\$ 1,079,138	\$ 4,501,500	\$ 1,186,735	\$ 440,000

T.I.D. #12 – Lilly Rd Industrial

On September 15, 2014, the Village created Tax Incremental District #12 ("TID #12"). TID #12 has a statutory life of 20 years which will expire September 15, 2034. The last date to incur project costs is September 15, 2029. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 4,157,250	\$ 1,966,317	\$ 4,157,250	\$ 3,882,362	\$ 2,515,000

T.I.D. #13 – Flint Drive/DRS

On March 5, 2019, the Village created Tax Incremental District #13 ("TID #13"). TID #13 has a statutory life of 21 years which will expire March 4, 2040. The last date to incur project costs is March 4, 2034. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 12,888,318	\$ 605,600	\$ 12,888,318	\$ 2,679,119	\$ 2,210,472

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

E. Tax Incremental Districts (continued)

T.I.D. #14 – Glenroy

On March 4, 2019, the Village created Tax Incremental District #14 ("TID #14"). TID #14 has a statutory life of 21 years which will expire March 4, 2040. The last date to incur project costs is March 4, 2034. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 4,159,003	\$ 89,348	\$ 4,159,003	\$ 85,442	\$ 63,000

T.I.D. #15 – Mill Road Landfill

On May 2, 2022, the Village created Tax Incremental District #15 ("TID #15"). TID #15 has a statutory life of 27 years which will expire May 2, 2049. The last date to incur project costs is May 2, 2044. The following is a summary of accumulated project activity, project plan estimates and outstanding debt as of December 31, 2022:

<u>Project Plan Estimated Revenues</u>	<u>Cumulative Revenues to 12/31/22</u>	<u>Project Plan Estimated Expenditures</u>	<u>Cumulative Expenditures to 12/31/22</u>	<u>Outstanding Debt as of 12/31/22</u>
\$ 17,256,960	\$ ---	\$ 17,256,960	\$ 22,967	\$ 25,000

F. Municipal Revenue Obligations

The Village has entered into municipal revenue obligations (MRO) with developers in certain tax incremental districts. An MRO is similar to a revenue bond in that it is only payable out of the revenue generated from tax increment (less a provision for administrative and other costs) and is not a general obligation of the Village. Unlike a revenue bond; however, there is no obligation to pay any outstanding balance beyond the maturity date. All MROs accrue interest at 0%, except for the TID #7, which accrues interest at 8.5%. Payments are made in annual installments.

<u>TID</u>	<u>Principal</u>	<u>Paid in 2022</u>	<u>Total Paid</u>	<u>Potential Remaining Obligation</u>	<u>Maturity Year</u>
7	10,921,725	393,459	4,467,223	6,454,502	2026 *
8	4,000,000	---	81,879	3,918,121	2035
9	1,200,000	73,906	245,455	954,545	2030
9	3,952,860	98,127	230,540	3,722,320	2030
10	2,500,000	222,084	2,004,665	495,335	2024
10	250,000	---	---	250,000	2026
10	3,100,000	---	---	3,100,000	2035
13	4,396,086	295,125	424,644	3,971,442	2040
14	3,095,000	37,779	37,779	3,057,221	2040

* Maturity date may be extended at the sole discretion of the Village

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

G. Contingent Liabilities

The Village has identified the following items as potential liabilities not recorded in the financial statements:

- The Village participates in a number of federal and state assistance programs. These programs are subject to program compliance audits by the grantors or their representatives. Accordingly, the Village's compliance with applicable grant requirements will be established at some future date. The amount of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The Village expects such amounts, if any, to be immaterial.
- The Village is periodically engaged in the courts defending and prosecuting cases over a wide range of possible situations. The ultimate outcome of these claims has not been determined. In the opinion of management, after considering the Village's insurance coverage, potential payment of claims by other parties, and the statutory limitation on claims against Wisconsin municipalities, the likelihood of material impact on the Village's financial statements upon resolution of these matters is remote.
- The Village has been advised by the Wisconsin Department of Natural Resources that the Village is considered to be a responsible party with respect to property owned by the Village and formerly operated by others as a landfill known as the Bruce Landfill. The Village continues to monitor site contamination in accordance with an agreement with the Wisconsin Department of Natural Resources. Currently, there are no requirements for remediation activities, and the Village is unable to say at this time what, if any, remediation activities might be required in future periods. In the event that the Village is determined to have any liability with respect to the Bruce Landfill, the Village may have rights against third parties.
- The Village has entered into employment contracts with two non-represented Village employees. The terms of these contracts include salary continuation benefits for the employees in the event that the employees are terminated without cause. The length of salary continuation benefits is six months for each employee.

H. Other Commitments

During 2008, the Village entered into an agreement with the City of Milwaukee wherein the Village agrees to purchase all of the water supplied to a portion of the Village from Milwaukee Water Works for a period of ten years from the effective date of the agreement. The agreement was renewed in 2018 for a period of an additional ten years. Charges under this agreement are approximately \$105,000 per month.

During 2020, the Village entered into a contract for garbage and recycling services. The contract commenced on January 1, 2020 and ends on December 31, 2026, and thereafter shall automatically renew for successive renewal terms of one-year each, unless either party give written notice of intention to terminate at least ninety days prior to the end of the current-term. The contract requires monthly payments based on a per residential unit basis. The rate per residential unit for 2022 is \$13.28, which an increase of 3% annually, thereafter. The total amount paid on the contract for the year ending December 31, 2022, amounted to \$2,088,944.

During 1965, the Village entered into a contract with Milwaukee Metropolitan Sewerage District for sewage services. The contract renews automatically for five-year periods unless the Village gives 6 months' notice. The current contract expires in July 2025. The contract requires an annual capital charge and monthly fee based on usage. The capital charge and user charges for the year ending December 31, 2022, amounted to \$4,996,202 and \$2,519,202, respectively.

I. Letters of Credit

The Village enters into a number of contracts for land development in conjunction with contractors and developers. The developers finance these construction projects under letters of credit, whereby the Village is reimbursed for any expenditure up to the limit of the letter of credit. Any over-expenditures on the projects would be paid by the Village.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

J. Lease Disclosures - Lessor

Governmental Activities:

The governmental activities of the Village recognized \$120,890 in lease revenue and \$20,976 in lease interest revenue for the year ending December 31, 2022, respectively. The Village is a lessor for the following lease agreements:

<u>Lessee</u>	<u>Purpose</u>	<u>Year Started</u>	<u>Payment Amount</u>	<u>End Date</u>	<u>Discount rate (applicable federal rate)</u>
School district	District operations	2010	\$3,684/month	5/31/2029	1.82%
Communications company	Cellular communications	2013	Initial payment of \$500/month, 2.5% annual increase	12/31/2027	1.82%
Communications company	Cellular communications	2016	\$12,000/year payment, 4.0% annual increase	12/31/2039	1.82%

Future payments due to the Village are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 113,234	\$ 19,503	\$ 132,737
2024	68,820	17,423	86,243
2025	71,648	16,159	87,807
2026	74,587	14,842	89,429
2027	77,643	13,471	91,114
2028-2032	274,849	49,905	324,754
2033-2037	288,195	26,822	315,017
2038-2042	117,410	3,263	120,673
Totals	\$ 1,086,386	\$ 161,388	\$ 1,247,774

Business-type Activities:

The Water Utility entered into several lease agreements with communication companies, wherein the Village has agreed to allow the use of Water Utility property for the purpose of telecommunication relays. Lease end dates vary from 2031-2048. A discount rate of 1.82% was used. The business-type activities of the Village recognized \$418,789 in lease revenue and \$75,799 in lease interest revenue for the year ending December 31, 2022, respectively.

Future payments due to the Village are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 175,217	\$ 80,011	\$ 255,228
2024	200,040	76,792	276,832
2025	213,725	73,116	286,841
2026	228,087	69,189	297,276
2027	243,157	64,999	308,156
2028-2032	1,407,598	251,962	1,659,560
2033-2037	830,302	144,272	974,574
2038-2042	869,336	62,984	932,320
2043-2047	194,134	8,585	202,719
2048-2052	5,642	13	5,655
Totals	\$ 4,367,238	\$ 831,923	\$ 5,199,161

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Financial Statements
December 31, 2022

4. Other Notes (continued)

K. Regulatory Agency - Water Utility

The Utility operates under service rules established by the Public Service Commission of Wisconsin ("PSCW"). Rates charged are regulated by the PSCW and the accounting records of the Utility are maintained in accordance with the Uniform System of Accounts prescribed by the PSCW. Water rates were increased effective January 1, 2017.

L. Subsequent Events

Management has evaluated subsequent events for possible recognition or disclosure through the date the financial statements were available to be distributed (July 31, 2023). See note 3.F for disclosure of subsequent debt issuances. There were no other disclosures necessary for subsequent events.

M. Deficit Fund Balances

As of December 31, 2022, the following non-major individual funds had deficit fund balances:

<u>Capital Projects Funds</u>	<u>Deficit</u>
T.I.D. #6	\$ 3,032,780
T.I.D. #7	116,757
T.I.D. #9	125,009
T.I.D. #10	610,244
T.I.D. #13	203,519
T.I.D. #15	22,967

The deficits are anticipated to be funded with future program revenues, tax increments or long-term borrowing.

N. Effect of New Accounting Standards on Financial Statements

The Government Accounting Standards Board (GASB) has approved the following:

- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Arrangements* for periods beginning after June 15, 2022
- GASB Statement No. 96, *Subscription based information technology arrangements* for periods beginning after June 15, 2022
- GASB Statement No. 100, *Accounting changes and error corrections* for periods beginning after June 15, 2023
- GASB Statement No. 101, *Compensated absences* for periods beginning after December 15, 2023

When they become effective, application of these standards may restate portions of these financial statements.

O. Excess of Expenditures over Appropriations

Certain departments in the General Fund incurred expenditures in excess of appropriations in the following amounts for the year ended December 31, 2022:

<u>Department</u>	<u>Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Excess Expenditures Over Budget</u>
General Fund:			
Public safety	\$ 18,223,869	\$ 18,937,262	\$ 713,393

**REQUIRED SUPPLEMENTARY
INFORMATION**

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Required Supplementary Information
Schedule of Proportionate Share of the Net Pension Asset (Liability)
Year Ended December 31, 2022

Wisconsin Retirement System
Last 10 Fiscal Years*

Village year end	WRS year end	Village's Proportion of the Net Pension Asset (Liability)	Village's Proportionate Share of the Net Pension Asset (Liability)	Village's Covered Payroll	Net Pension Asset (Liability) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of Total Pension Asset (Liability)
2022	2021	0.1251%	\$ 10,083,484	\$ 15,618,036	64.56%	106.02%
2021	2020	0.1228%	7,663,593	15,153,314	50.57%	105.26%
2020	2019	0.1203%	3,879,858	14,753,401	26.30%	102.96%
2019	2018	0.1179%	(4,195,484)	14,186,136	29.57%	96.45%
2018	2017	0.1147%	3,405,166	13,809,611	24.66%	102.93%
2017	2016	0.1111%	(915,900)	13,622,704	6.72%	99.12%
2016	2015	0.1099%	(1,785,211)	13,201,573	13.52%	98.20%
2015	2014	0.1120%	2,745,315	12,593,512	21.80%	102.74%

*The amounts presented for each year end are based on measurement dates of the prior year-end.

*GASB requires the presentation of the last 10 prior years completed under this pronouncement. The years completed prior to the enactment of this pronouncement are not required to be presented in this schedule.

Schedule of Employer Contributions
Year Ended December 31, 2022

Wisconsin Retirement System
Last 10 Fiscal Years*

Village year end	WRS year end	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Village's Covered Payroll	Contributions as a Percentage of Covered Payroll
2022	2021	\$ 1,482,193	\$ 1,482,193	\$ ---	\$ 15,618,036	9.49%
2021	2020	1,423,931	1,423,931	---	15,153,314	9.40%
2020	2019	1,272,776	1,272,776	---	14,753,401	8.63%
2019	2018	1,238,425	1,238,425	---	14,186,136	8.73%
2018	2017	1,205,134	1,205,134	---	13,809,611	8.73%
2017	2016	1,087,135	1,087,135	---	13,622,704	7.98%
2016	2015	1,068,023	1,068,023	---	13,201,573	8.09%
2015	2014	1,067,234	1,067,234	---	12,593,512	8.47%

*The amounts presented for each year end are based on measurement dates of the prior year-end.

*GASB requires the presentation of the last 10 prior years completed under this pronouncement. The years completed prior to the enactment of this pronouncement are not required to be presented in this schedule.

See independent auditors' report

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Required Supplementary Information
Schedule of Proportionate Share of the Net OPEB - Life Insurance Asset (Liability)
Year Ended December 31, 2022

Local Retiree Life Insurance
Last 10 Fiscal Years*

Village year end	LRLIF year end	Village's Proportion of the Net OPEB Asset (Liability)	Village's Proportionate Share of the Net OPEB Asset (Liability)	Village's Covered- Employee Payroll	Net OPEB Asset (Liability) as a Percentage of Covered - Employee Payroll	Plan Fiduciary Net Position as a Percentage of Total OPEB Asset (Liability)
2022	2021	0.2730%	\$ (1,613,631)	\$ 14,342,000	11.25%	29.57%
2021	2020	0.2393%	(1,316,224)	13,805,000	9.53%	31.36%
2020	2019	0.3097%	(1,318,559)	13,453,000	9.80%	37.58%
2019	2018	0.2988%	(770,930)	12,951,000	5.95%	48.69%
2018	2017	0.2993%	(900,360)	12,584,907	7.15%	44.81%

*The amounts presented for each year end are based on measurement dates of the prior year-end.

*GASB requires the presentation of the last 10 prior years completed under this pronouncement. The years completed prior to the enactment of this pronouncement are not required to be presented in this schedule.

Schedule of Employer Contributions
Year Ended December 31, 2022

Local Retiree Life Insurance
Last 10 Fiscal Years*

Village year end	LRLIF year end	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Village's Covered- employee Payroll	Contributions as a Percentage of Covered- Employee Payroll
2022	2021	\$ 5,588	\$ 5,588	\$ ---	\$ 14,342,000	0.039%
2021	2020	4,771	4,771	---	13,805,000	0.035%
2020	2019	5,597	5,597	---	13,453,000	0.042%
2019	2018	5,756	5,756	---	12,951,000	0.044%
2018	2017	5,683	5,683	---	12,584,907	0.045%

*The amounts presented for each year end are based on measurement dates of the prior year-end.

*GASB requires the presentation of the last 10 prior years completed under this pronouncement. The years completed prior to the enactment of this pronouncement are not required to be presented in this schedule.

See independent auditors' report

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Required Supplementary Information
Schedule of Changes in Total OPEB - Health Liability and Related Ratios
December 31, 2022
Last 10 Fiscal Years*

Total OPEB Liability	2022	2021	2020	2019	2018
Service Cost	\$ 191,224	\$ 158,435	\$ 123,803	\$ 110,051	\$ 110,051
Interest	50,418	65,856	80,558	62,135	58,363
Differences between expected and actual experiences	---	(248,992)	223,152	174,047	---
Changes in assumptions or other input	48,741	(90,755)	---	(60,223)	---
Benefit payments	(42,010)	(67,767)	(60,262)	(48,184)	(73,097)
Net change in total OPEB liability	248,373	(183,223)	367,251	237,826	95,317
Total OPEB liability - beginning	2,166,209	2,349,432	1,982,181	1,744,355	1,649,038
Total OPEB liability - ending	\$ 2,414,582	\$ 2,166,209	\$ 2,349,432	\$ 1,982,181	\$ 1,744,355
Covered-employee payroll	\$ 14,021,873	\$ 14,021,873	\$ 13,140,757	\$ 13,140,757	\$ 12,175,597
Total OPEB liability as a percentage of covered-employee payroll	17.22%	15.45%	17.88%	15.08%	14.33%

*GASB requires the presentation of the last ten prior fiscal years completed under this pronouncement. The fiscal years completed prior to the enactment of this pronouncement are not required to be presented in this schedule.

Notes to the Schedule of Changes in Total OPEB - Health Liability and Related Ratios

No assets are accumulated in a trust that meets all of the following criteria of GASBS No. 75, paragraph 4:

- Contributions from the employer and any non-employer contributing entities, and earning thereon, must be irrevocable.
- Plan assets must be dedicated to providing pensions to plan members in accordance with the benefit terms.
- Plan assets must be legally protected from the creditors to the employer, non-employer contributing entities, the plan administrator, and plan members.

There were no changes of benefit terms to the OPEB - Health Plan.

The following changes in acturia assumption have been made in the years presented:

- Discount rates changed as can be seen in the following table

Year Ended December 31	Discount Rate	Assumed Rate of Inflation
2018	3.50%	2.50%
2019	4.00%	2.50%
2020	2.75%	2.50%
2021	2.25%	2.00%
2022	2.00%	2.00%

- Mortality assumption for the years ended December 31, 2018 and December 31, 2019 was from the Wisconsin 2012 Mortality Table adjusted for future mortality improvements using the MP-2015 fully generated improvement scale (multiplied 50%); for the years ending December 31, 2020 to 2022 this changed to Wisconsin 2018 Mortality Table adjusted for future mortality improvements using the MP2018 fully generated improvement scale (multiplied 60%).

- Actuarial assumptions used for the years ended December 31, 2018 and 2019 was based on an experience study conducted in 2015 using Wisconsin Retirement System (WRS) experience from 2012-14; for the years ended December 31, 2020 to 2022 this changed to being based on the results of an experience conducted in 2018 using Wisconsin Retirement System (WRS) experience from 2015-2017.

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Required Supplementary Information
December 31, 2022

1. Wisconsin Retirement System (WRS)

Changes of benefit terms: There were no changes of benefit terms for any participating employee in the WRS.

Changes in assumptions: Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2021 including the following:

- Lowering the long-term expected rate of return from 7.00% to 6.80%
- Lowering the discount rate from 7.00% to 6.80%
- Lowering the price inflation rate from 2.50% to 2.40%
- Lowering the post-retirement adjustments from 1.90% to 1.70%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table

Based on a three-year experience study conducted in 2018 covering January 1, 2015 through December 31, 2017, the ETF Board adopted assumption changes that were used to measure the total pension liability beginning with the year-end December 31, 2018 including the following:

- Lowering the long-term expected rate of return from 7.20% to 7.00%
- Lowering the discount rate from 7.20% to 7.00%
- Lowering the wage inflation rate from 3.20% to 3.00%
- Lowering the price inflation rate from 2.70% to 2.50%
- Lowering the post-retirement adjustments from 2.10% to 1.90%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table

2. Other Postemployment Benefits (OPEB) – Life Insurance

There were no changes of benefit terms for any participating employee in the LRLIF.

Changes of assumptions: In addition to the rate changes detailed in the tables above, the State of Wisconsin Employee Trust Fund Board adopted economic and demographic assumption changes based on a three-year experience study performed for the Wisconsin Retirement System. These assumptions are used in the actuarial valuations of OPEB -ETF liabilities (assets) for the retiree life insurance programs and are summarized below.

The assumption changes that were used to measure the December 31, 2021 total OPEB-ETF liabilities, including the following:

- Lowering the price inflation rate from 2.50% to 2.40%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table

The assumption changes that were used to measure the December 31, 2018 total OPEB-ETF liabilities, including the following:

- Lowering the long-term expected rate of return from 5.00% to 4.25%
- Lowering the wage inflation rate from 3.20% to 3.00%
- Lowering the price inflation rate from 2.70% to 2.50%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2012 Mortality Table to the Wisconsin 2018 Mortality Table

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Notes to Required Supplementary Information
December 31, 2022

3. Schedule of Employer Contributions – Wisconsin Retirement System

Actuarial Determined Contributions Methods and Assumptions:				
Valuation Date	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016
Actuarial Cost Method	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method	Level % of Payroll-Closed Amortization Period	Level % of Payroll-Closed Amortization Period	Level % of Payroll-Closed Amortization Period	Level % of Payroll-Closed Amortization Period
Amortization Period	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method	Five-Year Smoothed Market (Closed)	Five-Year Smoothed Market (Closed)	Five-Year Smoothed Market (Closed)	Five-Year Smoothed Market (Closed)
Actuarial Assumptions Net Investment Rate of Return	5.4%	5.4%	5.5%	5.5%
Weighted Based on Assumed Rate For:				
Pre-retirement	7.0%	7.0%	7.2%	7.2%
Post-retirement	5.0%	5.0%	5.0%	5.0%
Salary Increases:				
Wage Inflation	3.0%	3.0%	3.2%	3.2%
Seniority/Merit	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement benefit Adjustments**	1.9%	1.9%	2.1%	2.1%
Retirement Age (Experience based table of rates that are specific to the type of eligibility condition)	Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017	Last updated for the 2018 valuation pursuant to an experience study of the period 2015-2017	Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014	Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014
Mortality:				
Table	Wisconsin 2018 Actual WRS experience adjustment for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%)	Wisconsin 2018 Actual WRS experience adjustment for future mortality improvements using the MP-2018 fully generational improvement scale (multiplied by 60%)	Wisconsin 2012 Actual WRS experience adjustment for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Actual WRS experience adjustment for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)
Rate				
Valuation Date	December 31, 2015	December 31, 2014	December 31, 2013	December 31, 2012
Actuarial Cost Method	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization Method	Level % of Payroll-Closed Amortization Period	Level % of Payroll-Closed Amortization Period	Level % of Payroll-Closed Amortization Period	Level % of Payroll-Closed Amortization Period
Amortization Period	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS	30 Year closed from date of participation in WRS
Asset Valuation Method	Five-Year Smoothed Market (Closed)	Five-Year Smoothed Market (Closed)	Five-Year Smoothed Market (Closed)	Five-Year Smoothed Market (Closed)
Actuarial Assumptions Net Investment Rate of Return	5.5%	5.5%	5.5%	6%
Weighted Based on Assumed Rate For:				
Pre-retirement	7.2%	7.2%	7.2%	7.2%
Post-retirement	5.0%	5.0%	5.0%	5.0%
Salary Increases:				
Wage Inflation	3.2%	3.2%	3.2%	3.2%
Seniority/Merit	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%	0.1%-5.6%
Post-retirement benefit Adjustments**	2.1%	2.1%	2.1%	2.1%
Retirement Age (Experience based table of rates that are specific to the type of eligibility condition)	Last updated for the 2015 valuation pursuant to an experience study of the period 2012-2014	Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011	Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011	Last updated for the 2012 valuation pursuant to an experience study of the period 2009-2011
Mortality:				
Table	Wisconsin 2012 Actual WRS experience adjustment for future mortality improvements using the MP-2015 fully generational improvement scale (multiplied by 50%)	Wisconsin 2012 Actual WRS projected to 2017 with scale BB to all for future improvements (margin) in mortality)	Wisconsin 2012 Actual WRS projected to 2017 with scale BB to all for future improvements (margin) in mortality)	Wisconsin 2012 Actual WRS projected to 2017 with scale BB to all for future improvements (margin) in mortality)
Rate				

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

OTHER SUPPLEMENTARY INFORMATION

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

GENERAL FUND

This Fund accounts for the financial resources of the Village which are not accounted for in any other fund. Principal sources of revenue are property taxes, licenses and permits, fines and penalties, intergovernmental revenues, public charges for services, investment earnings and a property tax equivalent charged to the Water Utility. Primary expenditures are for public safety, public works, culture, recreation and education, community development, and general administration.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Balance Sheets - General Fund
December 31, 2022 and 2021

	<u>2022</u>	<u>As Restated 2021</u>
Assets:		
Cash and equivalents	\$ 13,654,321	\$ 21,404,494
Accounts receivable:		
Taxes	16,492,225	10,690,689
Special charges on the tax roll	9,335	12,950
Intergovernmental aid	1,084,930	1,135,119
Accounts	1,772,467	980,058
Leases	1,086,386	1,198,908
Interest - leases	3,940	---
Prepaid items	79,324	72,533
Inventory	602,117	670,504
Advance to other governmental funds	<u>1,515,735</u>	<u>2,007,343</u>
Total assets	36,300,780	38,172,598
Liabilities:		
Accounts payable and other accrued liabilities	1,704,359	2,883,790
Compensated absences	1,191,988	1,061,913
Deposits	419,409	478,198
Prepaid rent	---	20,664
Due to other funds	<u>---</u>	<u>801,365</u>
Total liabilities	3,315,756	5,245,930
Deferred Inflows of Resources:		
Subsequent year's taxes	19,582,132	19,671,132
Leases related amounts	1,078,019	1,198,908
Miscellaneous unavailable revenue	<u>1,810,633</u>	<u>1,542,388</u>
Total deferred inflows of resources	22,470,784	22,412,428
Fund Balances:		
Nonspendable	2,206,238	2,759,237
Unassigned	<u>8,308,002</u>	<u>7,755,003</u>
Total fund balances	<u>\$ 10,514,240</u>	<u>\$ 10,514,240</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Revenues, Expenditures and Changes in Fund Balances - General Fund
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>	<u>Change</u>
Revenues:			
Property taxes	\$ 19,779,658	\$ 19,508,882	\$ 270,776
Other taxes	207,699	175,731	31,968
Licenses and permits	1,814,566	1,555,925	258,641
Fines and forfeitures	591,021	660,315	(69,294)
Intergovernmental	4,411,884	3,965,072	446,812
Donations	1,100	4,025	(2,925)
Charges for services	2,181,403	1,914,787	266,616
Investment earnings	120,823	11,420	109,403
Interest on advances to governmental funds	41,853	11,162	30,691
Other	370,064	339,723	30,341
Total revenues	<u>29,520,071</u>	<u>28,147,042</u>	<u>1,373,029</u>
Expenditures:			
General Government:			
Village board	46,312	46,165	147
Village manager	284,405	87,514	196,891
Clerk services	632,671	637,326	(4,655)
Human resources	111,910	114,773	(2,863)
Assessment of property	246,600	166,007	80,593
Building maintenance	418,560	353,862	64,698
Insurance and benefits	109,701	107,268	2,433
Judicial	188,153	234,523	(46,370)
Legal services	445,755	338,682	107,073
Financial services	454,215	417,804	36,411
Communications and information services	1,397,582	1,321,197	76,385
Capital outlay	318,519	302,585	15,934
Total general government	<u>4,654,383</u>	<u>4,127,706</u>	<u>526,677</u>
Public Safety:			
Police	10,389,838	9,444,666	945,172
Emergency dispatch	---	-	---
Fire	6,700,397	6,461,885	238,512
Fire protection services	1,573,861	1,573,861	---
Weed control	34,909	39,760	(4,851)
Emergency government	8,056	1,918	6,138
EMS	---	1,592	(1,592)
Other protection services	11,442	11,533	(91)
Capital outlay	218,759	182,417	36,342
Total public safety	<u>18,937,262</u>	<u>17,717,632</u>	<u>1,219,630</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Revenues, Expenditures and Changes in Fund Balances - General Fund
Years Ended December 31, 2022 and 2021
(Continued)

	<u>2022</u>	<u>2021</u>	<u>Change</u>
Public Works:			
Street and alley repair	\$ 3,373,947	\$ 2,682,806	\$ 691,141
Equipment maintenance	615,000	638,679	(23,679)
Municipal garages	181,848	177,198	4,650
Capital outlay	<u>21,015</u>	<u>8,352</u>	<u>12,663</u>
Total public works	4,191,810	3,507,035	684,775
Culture and Recreation:			
Historical society and museum	21,532	31,025	(9,493)
Parks operations	844,015	808,179	35,836
Parks projects	19,718	13,880	5,838
Community quality of life	<u>192,481</u>	<u>176,569</u>	<u>15,912</u>
Total culture and recreation	1,077,746	1,029,653	48,093
Conservation and Development:			
Community development	42,122	63,014	(20,892)
Building inspection	477,248	543,859	(66,611)
Engineering	(43,529)	(48,116)	4,587
Planning	<u>401,720</u>	<u>358,712</u>	<u>43,008</u>
Total conservation and development	877,561	917,469	(39,908)
Bond expenses	<u>---</u>	<u>1,040</u>	<u>(1,040)</u>
Total general fund expenditures	<u>29,738,762</u>	<u>27,300,535</u>	<u>2,438,227</u>
Excess (deficit) of revenues over (under) expenditures	(218,691)	846,507	(1,065,198)
Other Financing Sources (Uses):			
Proceeds from sales of capital assets	---	(2,256)	2,256
Premium on issuance of bonds	---	7,418	(7,418)
Transfers from water utility - PILOT	1,129,120	1,152,198	(23,078)
Transfers out	<u>(910,429)</u>	<u>(2,003,867)</u>	<u>1,093,438</u>
Net other financing sources (uses)	<u>218,691</u>	<u>(846,507)</u>	<u>1,065,198</u>
Net change in fund balance	---	---	---
Fund Balance:			
Beginning of year	<u>10,514,240</u>	<u>10,514,240</u>	<u>---</u>
End of year	<u>\$ 10,514,240</u>	<u>\$ 10,514,240</u>	<u>\$ ---</u>

See independent auditors' report.

DEBT SERVICE FUND

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term obligations principal, interest and related costs (other than debt accounted for in the Proprietary Funds).

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual - Debt Service Fund
Year Ended December 31, 2022

	<u>Adopted Budget</u>	<u>Amended Budget</u>	<u>Actual</u>
Revenues:			
Property taxes	\$ 2,525,000	\$ 2,525,000	\$ 2,525,000
Investment earnings	500	500	40,444
Total revenues	<u>2,525,500</u>	<u>2,525,500</u>	<u>2,565,444</u>
Expenditures:			
Principal	7,708,000	7,708,000	7,707,951
Interest and fiscal charges	1,987,000	1,987,000	1,986,725
Total expenditures	<u>9,695,000</u>	<u>9,695,000</u>	<u>9,694,676</u>
Deficit of revenues under expenditures	(7,169,500)	(7,169,500)	(7,129,232)
Other Financing Sources:			
Transfers in	7,189,200	7,189,200	6,732,261
Net other financing sources	<u>7,189,200</u>	<u>7,189,200</u>	<u>6,732,261</u>
Net change in fund balance	19,700	19,700	(396,971)
Fund Balance (Deficit):			
Beginning of year	283,492	283,492	398,216
End of year	<u>\$ 303,192</u>	<u>\$ 303,192</u>	<u>\$ 1,245</u>

See independent auditors' report.

**COMBINING STATEMENTS
NON-MAJOR GOVERNMENTAL FUNDS**

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2022

	Non-Major Special Revenue Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
Assets:			
Cash and equivalents	\$ 4,651,440	\$ 7,944,500	\$ 12,595,940
Restricted assets:			
Cash and equivalents	967,360	---	967,360
Accounts receivable:			
Taxes	2,008,000	5,419,832	7,427,832
Special charges on tax roll	---	16,233	16,233
Intergovernmental aid	---	248,843	248,843
Special assessments	---	721,911	721,911
Accounts	63,462	173,137	236,599
Advance to other governmental funds	---	3,265,172	3,265,172
Total assets	7,690,262	17,789,628	25,479,890
Liabilities:			
Accounts payable and other accrued liabilities	115,185	34,997	150,182
Accrued compensated absences	67,662	---	67,662
Deposits	---	22,459	22,459
Unearned ARPA grant funds	1,710,978	---	1,710,978
Long-term advances from other governmental funds	---	4,525,907	4,525,907
Total liabilities	1,893,825	4,583,363	6,477,188
Deferred Inflows of Resources:			
Subsequent year's taxes	2,008,000	5,419,833	7,427,833
Special assessments	---	512,067	512,067
Miscellaneous unavailable revenue	---	248,843	248,843
Total deferred inflows of resources	2,008,000	6,180,743	8,188,743
Fund Balances (Deficits):			
Nonspendable	---	3,475,016	3,475,016
Restricted:			
Capital projects	1,071,586	3,821,196	4,892,782
Other	2,680,021	---	2,680,021
Committed	36,830	187,306	224,136
Assigned	---	3,653,280	3,653,280
Unassigned	---	(4,111,276)	(4,111,276)
Total fund balances (deficits)	\$ 3,788,437	\$ 7,025,522	\$ 10,813,959

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Combining Statement of Revenues, Expenditures and Changes in Fund Balances of Non-Major Governmental Funds
Year Ended December 31, 2022

	Non-Major Special Revenue Funds	Non-Major Capital Projects Funds	Total Non-Major Governmental Funds
Revenues:			
Property taxes	\$ 1,919,000	\$ 4,658,359	\$ 6,577,359
Other taxes	270,709	---	270,709
Fines and forfeitures	16,829	---	16,829
Program revenues	395	---	395
Tipping fees	---	2,364,281	2,364,281
Operating grants and contributions:			
Intergovernmental	1,784,587	269,942	2,054,529
Donations	46,973	---	46,973
Special assessments and interest	---	4,305	4,305
Platting fees	51,000	---	51,000
Impact fees	944,151	---	944,151
Investment earnings	221,399	127,114	348,513
Interest earned on advances to governmental funds	---	58,793	58,793
Other revenues	14,058	---	14,058
Total governmental revenues	<u>5,269,101</u>	<u>7,482,794</u>	<u>12,751,895</u>
Expenditures:			
Current:			
General government	---	145,051	145,051
Public safety	71,179	20,935	92,114
Public works	---	355,824	355,824
Culture and recreation	2,228,748	---	2,228,748
Conservation and development	3,866	1,262,520	1,266,386
Uncollectible accounts	3,148	---	3,148
Capital outlay	131,594	275,120	406,714
Debt Service:			
Interest on advances to governmental funds	---	100,646	100,646
Bond expenses	60,764	109,939	170,703
Total expenditures	<u>2,499,299</u>	<u>2,270,035</u>	<u>4,769,334</u>
Excess of revenues over expenditures	2,769,802	5,212,759	7,982,561
Other Financing Sources (Uses):			
Proceeds from sales of capital assets	---	63,303	63,303
Transfers in	---	627,478	627,478
Transfers out	(4,577,942)	(6,742,382)	(11,320,324)
Transfers out to water utility	(1,377,893)	---	(1,377,893)
Bonds and notes issued	2,655,000	3,955,000	6,610,000
Bond premiums	64,571	138,758	203,329
Total other financing sources (uses)	<u>(3,236,264)</u>	<u>(1,957,843)</u>	<u>(5,194,107)</u>
Net change in fund balances	(466,462)	3,254,916	2,788,454
Fund balance, beginning of year	4,254,899	3,770,606	8,025,505
Fund balance, end of year	<u>\$ 3,788,437</u>	<u>\$ 7,025,522</u>	<u>\$ 10,813,959</u>

See independent auditors' report.

NON-MAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds from specific revenue sources (other than major capital projects) that are restricted or reserved to expenditures for specific purposes.

Revolving Loan Fund - To account for the loans issued and receivable under a program initially subsidized by the State of Wisconsin. Loans are approved by the Village Board and administered by the Southeastern Wisconsin Regional Planning Commission.

Police Department - To account for the financing and expenditures of programs such as state grant programs, Federal Asset Forfeiture program, D.A.R.E., a fund set up to fight vandalism in the community and contributions from citizens for crime prevention and block watch programs.

such as state grant programs, tank inspection and hazardous materials programs, and contributions from citizens for fire safety education and other programs.

Park Department - To account for expenditures for trees and park equipment financed primarily by donations.

Community Development - To account for the financing and expenditures of platting fees and park impact fees.

Library - To account for the financing and expenditures related to library memorials and building funds with funding provided by donations and investment earnings.

Community Grant - To account for grants to community not-for-profit organizations.

Teen Court - To account for the financing and expenditures for teen court operations funded by donations.

Cable TV - To account for the financing and expenditures of funds designated for local government cable TV channels.

American Rescue Plan - To account for grant received as part of the American Rescue Plan Act.

Debt Issuance - To account for debt proceeds taken out by special revenue funds to help pay for capital projects.

Library Operations and Maintenance - To account for the operations and maintenance costs related to the library, and the revenues needed to support them.

Tourism Commission - To account for the financing and expenditures for tourism funded by hotel room tax.

EDMF TID #9 - To account for the loans issued and receivable under a program initially subsidized TID #9. Loans are approved by the Village's Community Development Authority.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Combining Balance Sheet - Non-Major Special Revenue Funds
December 31, 2022

Non-Major Special Revenue Funds

	Revolving Loan Fund	Police Department	Fire Department	Park Department	Community Development	Library	Community Grant	Teen Court	Cable TV	American Rescue Plan	Debt Issuance	Library Operations and Maintenance	Tourism Commission	TID #9 EDMF	Total Non-Major Special Revenue Funds
Assets:															
Cash and equivalents	\$ 749	\$ 141,157	\$ 72,708	\$ 32,604	\$ 722,009	\$ 91,585	\$ 14,330	\$ 5,306	\$ 22,500	\$ 1,771,920	\$ 400	\$ 1,228,894	\$ 447,423	\$ 99,855	\$ 4,651,440
Restricted assets:															
Cash and equivalents	---	---	678,299	---	289,061	---	---	---	---	---	---	---	---	---	967,360
Receivables:															
Taxes	---	---	---	---	---	---	---	---	---	---	---	2,008,000	---	---	2,008,000
Accounts	---	---	---	---	---	---	---	---	---	---	---	---	63,462	---	63,462
Total assets	749	141,157	751,007	32,604	1,011,070	91,585	14,330	5,306	22,500	1,771,920	400	3,236,894	510,885	99,855	7,690,262
Liabilities:															
Accounts payable and other															
accrued liabilities	---	4,513	---	---	---	31,069	---	---	---	---	400	75,780	3,423	---	115,185
Accrued compensated absences	---	---	---	---	---	---	---	---	---	---	---	67,662	---	---	67,662
Unearned ARPA grant funds	---	---	---	---	---	---	---	---	---	1,710,978	---	---	---	---	1,710,978
Total liabilities	---	4,513	---	---	---	31,069	---	---	---	1,710,978	400	143,442	3,423	---	1,893,825
Deferred Inflows of Resources:															
Subsequent year's tax roll	---	---	---	---	---	---	---	---	---	---	---	2,008,000	---	---	2,008,000
Total deferred inflows of resources	---	---	---	---	---	---	---	---	---	---	---	2,008,000	---	---	2,008,000
Fund Balances:															
Restricted:															
Capital projects	---	---	---	---	1,011,070	60,516	---	---	---	---	---	---	---	---	1,071,586
Other	749	136,644	751,007	32,604	---	---	---	5,306	---	60,942	---	1,085,452	507,462	99,855	2,680,021
Committed	---	---	---	---	---	---	14,330	---	22,500	---	---	---	---	---	36,830
Total fund balances	\$ 749	\$ 136,644	\$ 751,007	\$ 32,604	\$ 1,011,070	\$ 60,516	\$ 14,330	\$ 5,306	\$ 22,500	\$ 60,942	\$ ---	\$ 1,085,452	\$ 507,462	\$ 99,855	\$ 3,788,437

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances-
Non-Major Special Revenue Funds
Year Ended December 31, 2022**

	Non-Major Special Revenue Funds														Total Non-Major Special Revenue Funds
	Revolving Loan Fund	Police Department	Fire Department	Park Department	Community Development	Library	Community Grant	Teen Court	Cable TV	American Rescue Plan	Debt Issuance	Library Operations and Maintenance	Tourism Commission	TID #9 EDMF	
Revenues:															
Property taxes	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 1,919,000	\$ ---	\$ ---	\$ 1,919,000
Other taxes	---	---	---	---	---	---	---	---	---	---	---	---	270,709	---	270,709
Public charges for services:															
Fines and forfeitures	---	---	---	---	---	---	---	---	---	---	---	16,829	---	---	16,829
Program revenue	50	---	---	---	---	---	---	275	---	---	---	---	---	70	395
Operating grants and contributions:															
Intergovernmental	---	3,194	55,590	---	---	---	---	---	---	1,642,893	---	82,910	---	---	1,784,587
Donations	---	22,250	3,380	10,133	---	---	---	---	---	---	---	11,210	---	---	46,973
Capital grants and contributions:															
Platting fees	---	---	---	---	51,000	---	---	---	---	---	---	---	---	---	51,000
Impact fees	---	---	---	---	944,151	---	---	---	---	---	---	---	---	---	944,151
Investment earnings	---	29,467	25,941	6,990	36,930	8,712	3,636	1,495	---	60,500	---	35,248	12,480	---	221,399
Other revenues	---	---	---	---	---	---	---	---	---	---	---	14,058	---	---	14,058
Total revenues	<u>50</u>	<u>54,911</u>	<u>84,911</u>	<u>17,123</u>	<u>1,032,081</u>	<u>8,712</u>	<u>3,636</u>	<u>1,770</u>	<u>---</u>	<u>1,703,393</u>	<u>---</u>	<u>2,079,255</u>	<u>283,189</u>	<u>70</u>	<u>5,269,101</u>
Expenditures:															
Current:															
Public safety	---	38,523	31,235	---	---	---	---	1,421	---	---	---	---	---	---	71,179
Culture, recreation and education	---	---	---	---	---	37,635	---	---	---	---	---	2,014,953	176,160	---	2,228,748
Conservation and development	---	---	---	---	---	---	---	---	---	---	---	---	---	3,866	3,866
Revolving loan closure	3,148	---	---	---	---	---	---	---	---	---	---	---	---	---	3,148
Bond expenses	---	---	---	---	---	---	---	---	---	---	44,640	---	16,124	---	60,764
Capital outlay	---	---	9,781	---	---	62,137	---	---	---	---	---	---	59,676	---	131,594
Total expenditures	<u>3,148</u>	<u>38,523</u>	<u>41,016</u>	<u>---</u>	<u>---</u>	<u>99,772</u>	<u>---</u>	<u>1,421</u>	<u>---</u>	<u>---</u>	<u>44,640</u>	<u>2,014,953</u>	<u>251,960</u>	<u>3,866</u>	<u>2,499,299</u>
Excess (deficit) of revenues over (under) expenditures	<u>(3,098)</u>	<u>16,388</u>	<u>43,895</u>	<u>17,123</u>	<u>1,032,081</u>	<u>(91,060)</u>	<u>3,636</u>	<u>349</u>	<u>---</u>	<u>1,703,393</u>	<u>(44,640)</u>	<u>64,302</u>	<u>31,229</u>	<u>(3,796)</u>	<u>2,769,802</u>
Other Financing Sources (Uses):															
Transfers out	---	---	---	---	(1,655,180)	---	---	---	---	(265,000)	(1,947,701)	---	(710,061)	---	(4,577,942)
Transfers out to water utility	---	---	---	---	---	---	---	---	---	(1,377,893)	---	---	---	---	(1,377,893)
Bonds and notes issued	---	---	---	---	---	---	---	---	---	---	1,945,000	---	710,000	---	2,655,000
Bond premiums	---	---	---	---	---	---	---	---	---	---	47,341	---	17,230	---	64,571
Total other financing sources (uses)	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>(1,655,180)</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>(1,642,893)</u>	<u>44,640</u>	<u>---</u>	<u>17,169</u>	<u>---</u>	<u>(3,236,264)</u>
Net change in fund balances	<u>(3,098)</u>	<u>16,388</u>	<u>43,895</u>	<u>17,123</u>	<u>(623,099)</u>	<u>(91,060)</u>	<u>3,636</u>	<u>349</u>	<u>---</u>	<u>60,500</u>	<u>---</u>	<u>64,302</u>	<u>48,398</u>	<u>(3,796)</u>	<u>(466,462)</u>
Fund Balance - beginning of year	3,847	120,256	707,112	15,481	1,634,169	151,576	10,694	4,957	22,500	442	---	1,021,150	459,064	103,651	4,254,899
Fund Balance - end of year	<u>\$ 749</u>	<u>\$ 136,644</u>	<u>\$ 751,007</u>	<u>\$ 32,604</u>	<u>\$ 1,011,070</u>	<u>\$ 60,516</u>	<u>\$ 14,330</u>	<u>\$ 5,306</u>	<u>\$ 22,500</u>	<u>\$ 60,942</u>	<u>\$ ---</u>	<u>\$ 1,085,452</u>	<u>\$ 507,462</u>	<u>\$ 99,855</u>	<u>\$ 3,788,437</u>

See independent auditors' report.

NON-MAJOR CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the financing and construction of the Village's economic development and capital improvement projects. Also included is the special assessment fund. The main sources of revenue for these funds are tax increments, special assessments and interest thereon, intergovernmental aid, and investment earnings.

Municipal Facilities and Equipment Fund - A no-interest internal loan fund to finance equipment purchases.

Tax Incremental Financing District #6 - To account for the financing and construction of the Main Street Corridor.

Tax Incremental Financing District #7 - To account for the financing and construction of the planned Quad/Graphics, Inc. distribution center.

Tax Incremental Financing District #8 - To account for the financing and construction of the planned Falls Parkway.

Tax Incremental Financing District #9 - To account for the financing and construction of the planned Appleton Avenue Corridor.

Tax Incremental Financing District #10 - To account for the financing and construction of the planned projects within the District.

Tax Incremental Financing District #11 - To account for the financing and construction of the planned projects within the District.

Tax Incremental Financing District #12 - To account for the financing and construction of the planned projects within the District.

Tax Incremental Financing District #13 - To account for the financing and construction of the planned projects within the District.

Tax Incremental Financing District #14 - To account for the financing and construction of the planned projects within the District.

Tax Incremental Financing District #15 - To account for the financing and construction of the planned projects within the District.

Special Assessments - To account for the special assessments levied in conjunction with sewer, water, sidewalk and curb projects, and to record related debt service.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Combining Balance Sheet - Non-Major Capital Projects Funds
December 31, 2022

Non-Major Capital Projects Funds

	Municipal Facilities and Equipment Fund	T.I.D. #6 Main St Corridor	T.I.D. #7 First Park	T.I.D. #8 Falls Parkway	T.I.D. #9 Village Centre/ Appleton Ave	T.I.D. #10 Woodland Prime	T.I.D. #11 Wacker Neuson	T.I.D. #12 Lilly Rd Industrial	T.I.D. #13 Flint Drive/ DRS	T.I.D. #14 Glenroy	T.I.D. #15 Mill Road Landfill	Special Assessments	Total Non-Major Capital Projects Funds
Assets:													
Cash and equivalents	\$ 3,481,446	\$ 5,554	\$ 44,701	\$ 2,892,412	\$ 88,410	\$ 101,061	\$ 332,403	\$ 599,088	\$ 136,954	\$ 66,906	\$ 2,033	\$ 193,532	\$ 7,944,500
Receivables:													
Taxes	---	641,298	429,389	1,669,984	722,303	831,878	43,644	474,474	510,158	96,704	---	---	5,419,832
Special charges on the tax roll	---	---	---	---	---	---	---	---	---	---	---	16,233	16,233
Intergovernmental aid	---	12,244	2,948	90,372	8,856	88,223	45,522	678	---	---	---	---	248,843
Special assessments	---	---	---	---	---	---	---	---	---	---	---	721,911	721,911
Accounts	173,137	---	---	---	---	---	---	---	---	---	---	---	173,137
Advances to other capital project funds	3,010,172	---	---	---	---	---	---	---	---	---	---	---	3,010,172
Advances to other governmental funds	255,000	---	---	---	---	---	---	---	---	---	---	---	255,000
Total assets	6,919,755	659,096	477,038	4,652,768	819,569	1,021,162	421,569	1,074,240	647,112	163,610	2,033	931,676	17,789,628
Liabilities:													
Accounts payable and other accrued liabilities	1,303	14,633	---	6,480	175	12,273	---	133	---	---	---	---	34,997
Deposits	---	---	---	---	---	---	---	---	---	---	---	22,459	22,459
Advances from other capital projects funds	---	1,669,424	---	---	213,244	699,032	---	---	340,472	63,000	25,000	---	3,010,172
Advances from municipality	---	1,354,277	161,458	---	---	---	---	---	---	---	---	---	1,515,735
Total liabilities	1,303	3,038,334	161,458	6,480	213,419	711,305	---	133	340,472	63,000	25,000	22,459	4,583,363
Deferred Inflows of Resources:													
Special assessments	---	---	---	---	---	---	---	---	---	---	---	512,067	512,067
Unavailable revenue - miscellaneous	---	12,244	2,948	90,372	8,856	88,223	45,522	678	---	---	---	---	248,843
Subsequent year's taxes	---	641,298	429,389	1,669,984	722,303	831,878	43,644	474,474	510,159	96,704	---	---	5,419,833
Total deferred inflows of resources	---	653,542	432,337	1,760,356	731,159	920,101	89,166	475,152	510,159	96,704	---	512,067	6,180,743
Fund Balances:													
Nonspendable	3,265,172	---	---	---	---	---	---	---	---	---	---	209,844	3,475,016
Restricted	---	---	---	2,885,932	---	---	332,403	598,955	---	3,906	---	---	3,821,196
Committed	---	---	---	---	---	---	---	---	---	---	---	187,306	187,306
Assigned	3,653,280	---	---	---	---	---	---	---	---	---	---	---	3,653,280
Unassigned	---	(3,032,780)	(116,757)	---	(125,009)	(610,244)	---	---	(203,519)	---	(22,967)	---	(4,111,276)
Total fund balances (deficits)	\$ 6,918,452	\$ (3,032,780)	\$ (116,757)	\$ 2,885,932	\$ (125,009)	\$ (610,244)	\$ 332,403	\$ 598,955	\$ (203,519)	\$ 3,906	\$ (22,967)	\$ 397,150	\$ 7,025,522

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Combining Statement of Revenues, Expenditures, and Changes
in Fund Balances - Non-Major Capital Projects Funds
Year Ended December 31, 2022

	Non-Major Capital Projects Funds												Total Non-Major Capital Projects Funds
	Municipal Facilities and Equipment Fund	T.I.D. #6 Main St Corridor	T.I.D. #7 First Park	T.I.D. #8 Falls Parkway	T.I.D. #9 Village Centre/ Appleton Ave	T.I.D. #10 Woodland Prime	T.I.D. #11 Wacker Neuson	T.I.D. #12 Lilly Rd Industrial	T.I.D. #13 Flint Drive/ DRS	T.I.D. #14 Glenroy	T.I.D. #15 Mill Road Landfill	Special Assessments	
Revenues:													
Tax increment	\$ ---	\$ 410,039	\$ 401,892	\$ 1,613,268	\$ 541,215	\$ 659,851	\$ 47,898	\$ 446,478	\$ 451,800	\$ 85,918	\$ ---	\$ ---	\$ 4,658,359
Public charges for services:													
Tipping fees	2,364,281	---	---	---	---	---	---	---	---	---	---	---	2,364,281
Operating grants and contributions:													
Intergovernmental	21,099	12,244	2,948	90,372	8,856	88,223	45,522	678	---	---	---	---	269,942
Capital grants and contributions:													
Special assessments and interest	---	---	---	---	---	---	---	---	---	---	---	4,305	4,305
Investment earnings	27,270	---	3,752	45,521	18,983	8,960	4,518	8,607	5,376	1,402	---	2,725	127,114
Interest on advances to governmental funds	58,793	---	---	---	---	---	---	---	---	---	---	---	58,793
Total revenues	<u>2,471,443</u>	<u>422,283</u>	<u>408,592</u>	<u>1,749,161</u>	<u>569,054</u>	<u>757,034</u>	<u>97,938</u>	<u>455,763</u>	<u>457,176</u>	<u>87,320</u>	<u>---</u>	<u>7,030</u>	<u>7,482,794</u>
Expenditures:													
Current:													
General government	783	47,829	6,800	22,396	11,440	21,527	6,450	6,800	6,309	6,250	8,467	---	145,051
Public safety	20,935	---	---	---	---	---	---	---	---	---	---	---	20,935
Public works	7,931	10,579	---	26,038	175	310,685	---	247	169	---	---	---	355,824
Conservation and development	---	3,500	393,459	107,338	177,033	233,786	---	---	295,125	37,779	14,500	---	1,262,520
Capital Outlay	275,120	---	---	---	---	---	---	---	---	---	---	---	275,120
Debt Service:													
Interest on advances from governmental funds	---	50,625	4,012	---	16,272	18,362	---	3,134	6,954	1,287	---	---	100,646
Interest and fiscal charges	16,590	905	---	61,481	11,761	17,660	372	506	372	---	---	292	109,939
Total expenditures	<u>321,359</u>	<u>113,438</u>	<u>404,271</u>	<u>217,253</u>	<u>216,681</u>	<u>602,020</u>	<u>6,822</u>	<u>10,687</u>	<u>308,929</u>	<u>45,316</u>	<u>22,967</u>	<u>292</u>	<u>2,270,035</u>
Excess (deficit) of revenues over (under) expenditures	<u>2,150,084</u>	<u>308,845</u>	<u>4,321</u>	<u>1,531,908</u>	<u>352,373</u>	<u>155,014</u>	<u>91,116</u>	<u>445,076</u>	<u>148,247</u>	<u>42,004</u>	<u>(22,967)</u>	<u>6,738</u>	<u>5,212,759</u>
Other Financing Sources (Uses):													
Proceeds from sales of capital assets	63,303	---	---	---	---	---	---	---	---	---	---	---	63,303
Transfers in	627,478	---	---	---	---	---	---	---	---	---	---	---	627,478
Transfers out	(2,595,505)	(937,323)	---	(1,748,450)	(556,548)	(406,377)	(46,978)	(284,370)	(156,675)	---	---	(10,156)	(6,742,382)
Face value of bonds issued	700,000	---	---	2,140,000	505,000	610,000	---	---	---	---	---	---	3,955,000
Bond premiums	16,933	---	---	84,906	12,235	24,684	---	---	---	---	---	---	138,758
Total other financing sources (uses)	<u>(1,187,791)</u>	<u>(937,323)</u>	<u>---</u>	<u>476,456</u>	<u>(39,313)</u>	<u>228,307</u>	<u>(46,978)</u>	<u>(284,370)</u>	<u>(156,675)</u>	<u>---</u>	<u>---</u>	<u>(10,156)</u>	<u>(1,957,843)</u>
Net change in fund balances	<u>962,293</u>	<u>(628,478)</u>	<u>4,321</u>	<u>2,008,364</u>	<u>313,060</u>	<u>383,321</u>	<u>44,138</u>	<u>160,706</u>	<u>(8,428)</u>	<u>42,004</u>	<u>(22,967)</u>	<u>(3,418)</u>	<u>3,254,916</u>
Fund balance (deficit), beginning of year	<u>5,956,159</u>	<u>(2,404,302)</u>	<u>(121,078)</u>	<u>877,568</u>	<u>(438,069)</u>	<u>(993,565)</u>	<u>288,265</u>	<u>438,249</u>	<u>(195,091)</u>	<u>(38,098)</u>	<u>---</u>	<u>400,568</u>	<u>3,770,606</u>
Fund balance (deficit), end of year	<u>\$ 6,918,452</u>	<u>\$ (3,032,780)</u>	<u>\$ (116,757)</u>	<u>\$ 2,885,932</u>	<u>\$ (125,009)</u>	<u>\$ (610,244)</u>	<u>\$ 332,403</u>	<u>\$ 598,955</u>	<u>\$ (203,519)</u>	<u>\$ 3,906</u>	<u>\$ (22,967)</u>	<u>\$ 397,150</u>	<u>\$ 7,025,522</u>

See independent auditors' report.

PROPRIETARY FUNDS

Enterprise Funds:

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Water Utility Fund - The Water Utility accounts for all activities necessary to provide cost effective water services to residents of the Village in accordance with current "safe drinking water" standards established by state and federal governments. Fund activities include administration, billing and collection, operations and maintenance, financing and related debt service.

Sewer Utility Fund - The Sewer Utility accounts for all activities necessary to provide cost effective sanitary sewer services to residents of the Village in accordance with current "treated effluent discharge" standards established by state and federal governments. Fund activities include administration, billing and collection, operations and maintenance, system expansion and financing and related debt service.

Storm Water Utility Fund - The Storm Water Utility accounts for all activities necessary for a system of storm and surface water management. Fund activities include administration, operations and maintenance, system expansion, financing, and related debt services. The Storm Water Utility is funded primarily by real estate taxes.

Solid Waste Collection Fund - The Garbage & Recycling Fund accounts for garbage collection and recycling activities for residential properties. A special charge is placed on the tax bill annually to cover the cost of the garbage and recycling services. Fund activities include administration, billing and collection and special collections (spring brush, household hazardous materials).

Internal Service Funds - Risk Management Fund:

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the Village or to other governments, on a cost reimbursement basis. The Internal Service Fund consists of the Risk Managements Fund which accounts for and finances the Village's uninsured risk of loss.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Net Position - Water Utility
December 31, 2022 and 2021

	2022	As Restated 2021
Assets:		
Current Assets:		
Cash and equivalents	\$ 7,806,116	\$ 5,366,097
Receivables:		
Special charges on the tax roll	146,283	133,967
Utility customers	1,073,971	985,938
Special assessments - current	7,147	19,321
Other	47,067	4,521
Leases	175,217	165,223
Interest - leases	26,384	---
Prepaid items	2,427	2,357
Inventory	97,163	79,366
Total current assets	<u>9,381,775</u>	<u>6,756,790</u>
Noncurrent assets:		
Restricted assets:		
Cash and equivalents - restricted (noncurrent)	3,693,028	4,340,512
Net pension asset	373,089	298,880
Advances to other funds	2,778,905	2,624,190
Special assessments - noncurrent	178,917	173,890
Leases - noncurrent	4,192,021	3,789,369
Land and construction in progress	6,214,581	3,497,565
Other capital assets, net of depreciation	<u>66,530,706</u>	<u>66,057,477</u>
Total noncurrent assets	<u>83,961,247</u>	<u>80,781,883</u>
Total assets	93,343,022	87,538,673
Deferred outflows of resources:		
Deferred outflows related to pensions	732,408	499,125
Deferred outflows related to OPEB - life insurance	72,973	64,673
Deferred outflows related to OPEB - health	<u>18,627</u>	<u>19,896</u>
Total deferred outflows of resources	<u>824,008</u>	<u>583,694</u>
Liabilities:		
Current Liabilities:		
Accounts payable and accrued liabilities	1,534,656	202,995
Compensated absences - vacation due within one year	97,715	97,647
Compensated absences - sick due within one year	42,866	44,158
Unearned revenue	1,000	148,507
Due to other funds	---	51,343
Current portion of general obligation notes	865,000	945,000
Accrued interest	<u>81,765</u>	<u>72,842</u>
Total current liabilities	<u>2,623,002</u>	<u>1,562,492</u>
Long-Term Liabilities:		
Compensated absences - sick pay	199,974	217,192
Net OPEB - life insurance liability	180,727	150,050
Total OPEB - health liability	142,461	129,973
General obligation notes	<u>10,087,386</u>	<u>9,623,548</u>
Total long-term liabilities	<u>10,610,548</u>	<u>10,120,763</u>
Total liabilities	13,233,550	11,683,255
Deferred inflows of resources:		
Deferred inflows related to pensions	878,649	654,843
Deferred inflows related to OPEB - health	18,564	20,963
Deferred inflows related to OPEB - life insurance	36,459	40,029
Deferred inflows - leases	<u>4,304,586</u>	<u>3,954,592</u>
Total deferred inflows of resources	<u>5,238,258</u>	<u>4,670,427</u>
Net Position:		
Net investment in capital assets	62,686,411	59,581,116
Restricted	3,693,028	4,340,512
Unrestricted	<u>9,315,783</u>	<u>7,847,057</u>
Total net position	<u>\$ 75,695,222</u>	<u>\$ 71,768,685</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Revenues, Expenses and Changes in Net Position - Water Utility
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>As Restated 2021</u>
Operating Revenues:		
Charges for services	\$ 6,812,228	\$ 6,704,953
Operating Expenses:		
Operation and maintenance	2,887,524	2,547,152
Administrative expense	1,391,483	1,359,540
Depreciation expense	2,020,150	1,899,055
Regulatory commission remainder assessments	6,759	8,244
Total operating expenses	<u>6,305,916</u>	<u>5,813,991</u>
Operating income	506,312	890,962
Nonoperating Revenues (Expenses):		
Investment earnings	153,016	7,393
Interest on advances	54,714	13,500
Sale of materials	47,761	46,493
Lease revenue	418,789	257,185
Interest on leases	75,799	71,580
Grant revenue	1,102,128	---
Gain on retirement of property and plant	---	12,760
Impact fees	648,787	719,894
Fiscal charges on debt	(2,626)	(2,685)
Amortization of debt issuance premiums, discounts and losses on refundings	34,056	33,917
Debt issuance costs	(53,358)	(69,285)
Interest on long-term debt	<u>(260,230)</u>	<u>(249,455)</u>
Net nonoperating revenues	<u>2,218,836</u>	<u>841,297</u>
Net income before transfers and capital contributions	2,725,148	1,732,259
Transfers to governmental funds - PILOT	(1,129,120)	(1,152,198)
Transfers from governmental funds	1,377,893	---
Capital contributions	<u>952,616</u>	<u>968,164</u>
Net increase in net position	3,926,537	1,548,225
Net position:		
Balance, beginning of year	<u>71,768,685</u>	<u>70,220,460</u>
Balance, end of year	\$ <u><u>75,695,222</u></u>	\$ <u><u>71,768,685</u></u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Cash Flows - Water Utility
Years Ended December 31, 2022 and 2021

	2022	As Restated 2021
Cash Flows From Operating Activities:		
Receipts from customers	\$ 4,876,106	\$ 5,105,906
Payments to suppliers	(1,488,924)	(2,696,821)
Payments to and on behalf of employees	(1,360,892)	(1,251,607)
Internal activity - receipts from other funds	1,743,420	1,795,984
Internal activity - payments to other funds	(51,343)	---
Other receipts	1,506,026	303,678
Other payments	(4,074)	(3,182)
Net cash provided by operating activities	5,220,319	3,253,958
Cash Flows From Noncapital Financing Activities		
Transfers to governmental funds - PILOT	(1,129,120)	(1,152,198)
Transfers from governmental funds	1,377,893	---
Net cash provided (used) by noncapital financing activities	248,773	(1,152,198)
Cash Flows From Capital and Related Financing Activities:		
Proceeds from sale of property and plant	12,760	12,760
Additions to property and plant	(4,558,284)	(4,495,686)
Face value of debt issued	1,350,000	2,715,000
Debt issuance premiums	12,894	129,667
Debt issuance costs	(53,358)	(69,285)
Principal payments on debt	(945,000)	(1,545,000)
Interest paid on debt	(251,307)	(223,645)
Fiscal charges on debt	(2,626)	(2,685)
Interest received on leases	49,415	71,580
Impact fees	648,787	719,894
Special assessments collected	7,147	---
Net cash used by capital and related financing activities	(3,729,572)	(2,687,400)
Cash Flows From Investing Activities:		
Investment earnings	153,016	7,393
Interest on advances	54,714	13,500
Advances to other funds	(154,715)	(213,500)
Net cash provided (used) by investing activities	53,015	(192,607)
Net increase (decrease) in cash and equivalents	1,792,535	(778,247)
Cash and equivalents, beginning of year	9,706,609	10,484,856
Cash and equivalents, end of year	\$ 11,499,144	\$ 9,706,609
Reconciliation to cash and cash equivalents on the statement of net assets:		
Cash and cash equivalents - unrestricted	\$ 7,806,116	\$ 5,366,097
Cash and cash equivalents - restricted	3,693,028	4,340,512
Total cash and equivalents	\$ 11,499,144	\$ 9,706,609

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Cash Flows - Water Utility
Years Ended December 31, 2022 and 2021
(Continued)

	<u>2022</u>	<u>As Restated 2021</u>
Reconciliation of Operating Income to Net Cash Provided by		
Operating Activities:		
Operating income	\$ 506,312	\$ 890,962
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	2,020,150	1,899,055
Depreciation charged to other accounts	145,736	133,864
Proceeds from sales of materials	47,761	46,493
Abandonment of CIP	245,959	37,513
Grant revenue	1,102,128	---
Lease revenue	418,789	257,185
Miscellaneous revenues	---	---
Changes in assets and liabilities related to operations:		
Receivables	(205,547)	56,685
Prepaid items	(70)	(68)
Inventory	(17,797)	(2,482)
Due from other funds	(51,343)	51,343
Accounts payable and accrued liabilities	1,227,711	(83,383)
WRS pension accrual	(83,686)	(90,361)
Compensated absences	(18,442)	31,936
OPEB obligation	30,165	30,824
Unearned revenue	(147,507)	(5,608)
Net cash provided by operating activities	\$ <u>5,220,319</u>	\$ <u>3,253,958</u>
Noncash Capital Activities:		
Utility plant contributions	\$ 952,616	\$ 968,164
Amortization of debt issuance premiums, discounts and losses on refundings	(34,056)	(33,917)
Gain on sale of utility plant	---	12,760

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Net Position - Sewer Utility
December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets:		
Current Assets:		
Cash and equivalents	\$ 2,220,041	\$ 719,963
Cash and equivalents - restricted (current)	76,505	77,233
Receivables:		
Special charges on the tax roll	335,377	306,129
Utility customers	1,838,657	1,815,628
Other	---	22,311
Due from other funds	---	220,520
Inventory	16,254	13,223
Total current assets	<u>4,486,834</u>	<u>3,175,007</u>
Noncurrent Assets:		
Restricted assets:		
Cash and equivalents (noncurrent)	6,801,384	7,951,893
Net pension asset	231,920	176,263
Prepaid capacity charge	1,856,374	2,108,526
Land and construction in progress	708,012	113,952
Other capital assets net of depreciation	50,503,747	50,563,513
Total noncurrent assets	<u>60,101,437</u>	<u>60,914,147</u>
Total assets	<u>64,588,271</u>	<u>64,089,154</u>
Deferred Outflows of Resources:		
Deferred outflows related to pensions	455,280	294,355
Deferred outflows related to OPEB - life insurance	37,789	31,202
Deferred outflows related to OPEB - health	7,577	7,958
Total deferred outflows of resources	<u>500,646</u>	<u>333,515</u>
Liabilities:		
Current Liabilities:		
Accounts payable and accrued liabilities	341,898	563,158
Compensated absences - vacation due within one year	58,496	53,208
Compensated absences - sick due within one year	19,715	20,174
Current portion of revenue bonds	37,006	33,982
Liabilities payable from restricted assets:		
Current portion of revenue bonds	74,012	74,278
Accrued interest	2,493	2,955
Total current liabilities	<u>533,620</u>	<u>747,755</u>
Long-Term Liabilities:		
Compensated absences - sick pay	111,066	110,349
Net OPEB - life insurance liability	93,591	72,392
Total OPEB - health liability	57,950	51,989
Revenue bonds	473,076	584,095
Total long-term liabilities	<u>735,683</u>	<u>818,825</u>
Total liabilities	<u>1,269,303</u>	<u>1,566,580</u>
Deferred inflows of resources:		
Deferred inflows related to pensions	546,187	386,188
Deferred inflows related to OPEB - health	7,326	8,302
Deferred inflows related to OPEB - life insurance	18,881	19,312
Total deferred inflows of resources	<u>572,394</u>	<u>413,802</u>
Net Position:		
Net investment in capital assets	51,211,759	50,679,569
Restricted	6,801,384	7,951,893
Unrestricted	5,234,077	3,810,825
Total net position	<u>\$ 63,247,220</u>	<u>\$ 62,442,287</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Revenues, Expenses and Changes in Net Position - Sewer Utility
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating Revenues:		
Charges for services	\$ 9,648,773	\$ 9,514,149
Operating Expenses:		
Operation and maintenance	7,921,929	7,957,078
Administrative expense	1,077,965	997,014
Depreciation expense	1,613,425	1,571,921
Total operating expenses	<u>10,613,319</u>	<u>10,526,013</u>
Operating loss	(964,546)	(1,011,864)
Nonoperating Revenues (Expenses):		
Investment earnings	106,100	4,883
Fiscal charges on debt	(292)	(271)
Impact fees	501,877	522,091
Interest on long-term debt	(15,793)	(18,731)
Interest on advances	---	(489)
Net nonoperating revenues	<u>591,892</u>	<u>507,483</u>
Net loss before capital contributions	(372,654)	(504,381)
Capital Contributions:		
Capital contributions from developers	<u>1,177,587</u>	<u>799,370</u>
Total capital contributions	<u>1,177,587</u>	<u>799,370</u>
Increase in net position	804,933	294,989
Net Position:		
Balance, beginning of year	<u>62,442,287</u>	<u>62,147,298</u>
Balance, end of year	<u><u>\$ 63,247,220</u></u>	<u><u>\$ 62,442,287</u></u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Cash Flows - Sewer Utility
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities:		
Receipts from customers	\$ 9,618,674	\$ 9,507,152
Payments to suppliers	(7,892,689)	(7,521,111)
Payments to and on behalf of employees	(1,052,317)	(931,962)
Internal activity - receipts from other funds	220,520	---
Internal activity - payments to other funds	(155,782)	(379,415)
Net cash provided by operating activities	<u>738,406</u>	<u>674,664</u>
Cash Flows From Capital and Related Financing Activities:		
Additions to property and plant	(872,734)	(1,692,930)
Principal payments on debt	(108,261)	(120,571)
Interest on debt	(16,255)	(19,223)
Fiscal charges on debt	(292)	(271)
Interest on advances	---	(489)
Impact fees	501,877	522,091
Net cash used by capital and related financing activities	<u>(495,665)</u>	<u>(1,311,393)</u>
Cash Flows From Investing Activities:		
Investment earnings	106,100	4,883
Net cash provided by investing activities	<u>106,100</u>	<u>4,883</u>
Net increase (decrease) in cash and equivalents	348,841	(631,846)
Cash and equivalents, beginning of year	<u>8,749,089</u>	<u>9,380,935</u>
Cash and equivalents, end of year	<u><u>\$ 9,097,930</u></u>	<u><u>\$ 8,749,089</u></u>
Reconciliation to cash and cash equivalents on the statement of net assets:		
Cash and cash equivalents - unrestricted	\$ 2,220,041	\$ 719,963
Cash and cash equivalents - restricted	6,877,889	8,029,126
Total cash and equivalents	<u><u>\$ 9,097,930</u></u>	<u><u>\$ 8,749,089</u></u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Cash Flows - Sewer Utility
Years Ended December 31, 2022 and 2021
(Continued)

	<u>2022</u>	<u>2021</u>
Reconciliation of Operating Loss to Net Cash Used by Operating Activities:		
Operating loss	\$ (964,546)	\$ (1,011,864)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation	1,516,027	1,476,892
Amortization of prepaid capacity	252,152	252,151
Changes in assets and liabilities related to operations:		
Receivables	(29,966)	(5,418)
Inventory	(3,031)	1,784
Due from other funds	220,520	(220,520)
Accounts payable and accrued liabilities	(221,260)	210,003
WRS pension accrual	(56,583)	(53,290)
Compensated absences	5,546	12,340
OPEB obligation	19,547	12,586
Net cash provided by operating activities	\$ <u>738,406</u>	\$ <u>674,664</u>
 Noncash Capital Activities:		
Utility plant contributions	\$ 1,177,587	\$ 799,370

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Net Position - Storm Water Utility
December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets:		
Current Assets:		
Cash and equivalents	\$ 15,721	\$ 68,259
Receivables:		
Taxes	931,000	931,000
Other	4,500	571
Inventory	<u>18,507</u>	<u>27,981</u>
Total current assets	<u>969,728</u>	<u>1,027,811</u>
Noncurrent Assets:		
Net pension asset	60,501	38,318
Land and construction in progress	71,816	14,100
Other capital assets, net of depreciation	<u>33,787,201</u>	<u>33,572,632</u>
Total noncurrent assets	<u>33,919,518</u>	<u>33,625,050</u>
Total assets	<u>34,889,246</u>	<u>34,652,861</u>
Deferred Outflows of Resources:		
Deferred outflows related to pensions	118,769	63,990
Deferred outflows related to OPEB - life insurance	9,773	6,808
Deferred outflows related to OPEB - health	<u>3,157</u>	<u>3,648</u>
Total deferred outflows of resources	<u>131,699</u>	<u>74,446</u>
Liabilities:		
Current Liabilities:		
Accounts payable and accrued liabilities	42,097	14,299
Compensated absences - vacation due within one year	19,653	19,233
Compensated absences - sick due within one year	4,475	4,941
Due to other funds	---	4,040
Current portion of general obligation notes	50,000	195,000
Accrued interest	<u>5,252</u>	<u>9,060</u>
Total current liabilities	<u>121,477</u>	<u>246,573</u>
Long-Term Liabilities:		
Compensated absences - sick pay	46,014	47,302
Net OPEB - life insurance liability	24,204	15,795
Total OPEB - health liability	24,146	23,828
Deposits	50,000	50,000
Advances from other funds	2,778,905	2,624,190
General obligation notes	<u>621,102</u>	<u>678,588</u>
Total long-term liabilities	<u>3,544,371</u>	<u>3,439,703</u>
Total liabilities	<u>3,665,848</u>	<u>3,686,276</u>
Deferred inflows of resources:		
Subsequent year's taxes	931,000	931,000
Deferred inflows related to pensions	142,483	83,954
Deferred inflows related to OPEB - health	3,358	3,765
Deferred inflows related to OPEB - life insurance	<u>4,883</u>	<u>4,214</u>
Total deferred inflows of resources	<u>1,081,724</u>	<u>1,022,933</u>
Net Position:		
Net investment in capital assets	33,187,915	32,713,144
Unrestricted	<u>(2,914,542)</u>	<u>(2,695,046)</u>
Total net position	<u>\$ 30,273,373</u>	<u>\$ 30,018,098</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Revenues, Expenses and Changes in Net Position - Storm Water Utility
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating Revenues:		
General property taxes	\$ 931,000	\$ 931,000
Charges for services	56,426	48,695
Total operating revenues	<u>987,426</u>	<u>979,695</u>
Operating Expenses:		
Operation and maintenance	456,335	429,763
Administrative expense	384,526	373,083
Depreciation expense	812,723	786,357
Total operating expenses	<u>1,653,584</u>	<u>1,589,203</u>
Operating loss	(666,158)	(609,508)
Nonoperating Revenues (Expenses):		
Investment earnings	10,501	248
Miscellaneous revenues	500	500
Fiscal charges on debt	(492)	(18,032)
Amortization of debt issuance premiums, discounts and losses on refundings	7,486	8,076
Interest on long-term debt	(14,882)	(26,554)
Interest on advances	(54,714)	(13,500)
Net nonoperating expenses	<u>(51,601)</u>	<u>(49,262)</u>
Net loss before transfers and capital contributions	(717,759)	(658,770)
Capital contributions from municipality	96,712	---
Capital contributions from developers	876,322	1,097,424
Increase in net position	<u>255,275</u>	<u>438,654</u>
Net Position:		
Balance, beginning of year	<u>30,018,098</u>	<u>29,579,444</u>
Balance, end of year	<u>\$ 30,273,373</u>	<u>\$ 30,018,098</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Cash Flows - Storm Water Utility
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities:		
Receipts from customers	\$ 52,497	\$ 50,111
Payments to suppliers	(122,924)	(145,266)
Payments to and on behalf of employees	(689,925)	(627,727)
Internal activity - receipts from other funds	---	4,040
Internal activity - payments to other funds	(4,040)	---
Other receipts	931,500	931,500
Net cash provided by operating activities	<u>167,108</u>	<u>212,658</u>
Cash Flows From Noncapital Financing Activities		
Advances from Municipality	154,715	213,500
Interest on advances	(54,714)	(13,500)
Net cash provided by noncapital financing activities	<u>100,001</u>	<u>200,000</u>
Cash Flows From Capital and Related Financing Activities:		
Additions to property and plant	(115,966)	(31,750)
Face value of debt issued	---	685,000
Debt issuance discounts	---	40,597
Principal payments on debt	(195,000)	(1,000,000)
Interest on debt	(18,690)	(20,547)
Fiscal charges on debt	(492)	(18,032)
Net cash used by capital and related financing activities	<u>(330,148)</u>	<u>(344,732)</u>
Cash Flows From Investing Activities:		
Investment earnings	10,501	248
Net cash provided by investing activities	<u>10,501</u>	<u>248</u>
Net increase (decrease) in cash and equivalents	(52,538)	68,174
Cash and equivalents, beginning of year	<u>68,259</u>	<u>85</u>
Cash and equivalents, end of year	<u><u>\$ 15,721</u></u>	<u><u>\$ 68,259</u></u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Cash Flows - Storm Water Utility
Years Ended December 31, 2022 and 2021
(Continued)

	<u>2022</u>	<u>2021</u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:		
Operating loss	\$ (666,158)	\$ (609,508)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation	812,723	786,357
Miscellaneous revenues	500	500
Changes in assets and liabilities related to operations:		
Receivables	(3,929)	1,416
Inventory	9,474	---
Due to or from other funds	(4,040)	4,040
Accounts payable and accrued liabilities	31,790	3,833
WRS pension accrual	(18,433)	(11,585)
Compensated absences	(1,334)	28,166
OPEB obligation	6,515	9,439
Net cash provided by operating activities	\$ <u>167,108</u>	\$ <u>212,658</u>
Noncash Capital Activities:		
Utility plant contributions	\$ 973,034	\$ 1,097,424
Amortization of debt issuance premiums, discounts and losses on refundings	(7,486)	(8,076)

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Net Position - Solid Waste Collection
December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets:		
Current Assets:		
Cash and equivalents	\$ 342,246	\$ 100,458
Receivables:		
Special charges on the tax roll	2,156,870	2,077,098
Other	<u>564</u>	<u>1,224</u>
Total current assets	<u>2,499,680</u>	<u>2,178,780</u>
Liabilities:		
Current Liabilities:		
Accounts payable and accrued liabilities	180,440	1,383
Unearned revenue	<u>2,156,870</u>	<u>2,077,098</u>
Total current liabilities	<u>2,337,310</u>	<u>2,078,481</u>
Net Position:		
Unrestricted	<u>\$ 162,370</u>	<u>100,299</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Revenues, Expenses and Changes in Net Position - Solid Waste Collection
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating Revenues:		
Charges for services	\$ 2,098,185	\$ 2,019,588
Operating Expenses:		
Operation and maintenance	<u>2,129,385</u>	<u>2,063,060</u>
Operating loss	<u>(31,200)</u>	<u>(43,472)</u>
Nonoperating Revenues:		
Investment earnings	12,783	585
Intergovernmental revenue	<u>80,488</u>	<u>80,728</u>
Net nonoperating revenues	<u>93,271</u>	<u>81,313</u>
Increase in net position	<u>62,071</u>	<u>37,841</u>
Net Position:		
Balance, beginning of year	<u>100,299</u>	<u>62,458</u>
Balance, end of year	<u><u>\$ 162,370</u></u>	<u><u>\$ 100,299</u></u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Cash Flows - Solid Waste Collection
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities:		
Receipts from customers	\$ 2,098,844	\$ 2,019,582
Payments to suppliers	(1,942,368)	(2,055,556)
Payments to and on behalf of employees	(7,959)	(7,120)
Net cash provided (used) by operating activities	<u>148,517</u>	<u>(43,094)</u>
Cash Flows From Noncapital Financing Activities		
Intergovernmental grant funds received	<u>80,488</u>	<u>80,728</u>
Net cash provided by noncapital financing activities	<u>80,488</u>	<u>80,728</u>
Cash Flows From Investing Activities:		
Investment earnings	<u>12,783</u>	<u>585</u>
Net cash provided by investing activities	<u>12,783</u>	<u>585</u>
Net increase in cash and equivalents	241,788	38,219
Cash and equivalents, beginning of year	<u>100,458</u>	<u>62,239</u>
Cash and equivalents, end of year	<u><u>\$ 342,246</u></u>	<u><u>\$ 100,458</u></u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Statement of Cash Flows - Solid Waste Collection
Years Ended December 31, 2022 and 2021
(Continued)

	<u>2022</u>	<u>2021</u>
Reconciliation of Operating Loss to Net Cash Provided by		
Operating Activities:		
Operating loss	\$ (31,200)	\$ (43,472)
Adjustments to reconcile operating loss to net cash		
Changes in assets and liabilities related to operations:		
Receivables	660	(5)
Accounts payable and accrued liabilities	179,057	383
Net cash provided (used) by operating activities	<u>\$ 148,517</u>	<u>\$ (43,094)</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Net Position - Risk Management Fund
December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets:		
Cash and equivalents	\$ 337,051	\$ 429,572
Receivables	38,735	38,702
Due from other funds	<u>---</u>	<u>21,926</u>
Total assets	375,786	490,200
Liabilities:		
Accounts payable and accrued liabilities	14,059	---
Incurred but not reported claims	<u>96,893</u>	<u>210,794</u>
Total liabilities	110,952	210,794
Net Position:		
Unrestricted	264,834	279,406
Total net position	<u>\$ 264,834</u>	<u>\$ 279,406</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Revenues, Expenses and Changes in Net Position - Risk Management Fund
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating Revenues:		
Charges for services	\$ ---	\$ ---
Operating Expenses:		
Operation and maintenance	<u>154,688</u>	<u>84,014</u>
Operating loss	<u>(154,688)</u>	<u>(84,014)</u>
Nonoperating Revenues (Expenses):		
Investment earnings	4,445	266
Dividend on investment in CVMIC	21,770	21,751
Miscellaneous	<u>113,901</u>	<u>(116,795)</u>
Net nonoperating revenues (expenses)	<u>140,116</u>	<u>(94,778)</u>
Decrease in net assets	<u>(14,572)</u>	<u>(178,792)</u>
Net Position:		
Balance, beginning of year	<u>279,406</u>	<u>458,198</u>
Balance, end of year	<u><u>\$ 264,834</u></u>	<u><u>\$ 279,406</u></u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Comparative Statements of Cash Flows - Risk Management Fund
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash Flows From Operating Activities:		
Payments to suppliers	\$ (140,629)	\$ (84,014)
Internal activity - receipts from other funds	21,926	(21,926)
Other payments	(33)	(5,938)
Net cash used by operating activities	<u>(118,736)</u>	<u>(111,878)</u>
Cash Flows From Investing Activities:		
Investment earnings	26,215	22,017
Net cash provided by investing activities	<u>26,215</u>	<u>22,017</u>
Net decrease in cash and equivalents	(92,521)	(89,861)
Cash and equivalents, beginning of year	<u>429,572</u>	<u>519,433</u>
Cash and equivalents, end of year	<u>\$ 337,051</u>	<u>\$ 429,572</u>
Reconciliation of Operating Income (Loss) to Net Cash Used by Operating Activities:		
Operating loss	\$ (154,688)	\$ (84,014)
Adjustments to reconcile operating loss to net cash used by operating activities:		
Changes in assets and liabilities related to operations:		
Receivables	(33)	(5,938)
Due to/from other funds	21,926	(21,926)
Accounts payable and accrued liabilities	14,059	---
Net cash used by operating activities	<u>\$ (118,736)</u>	<u>\$ (111,878)</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Schedule of Long-Term Obligations
Year Ended December 31, 2022
(Continued)

Fund/Issue	Date of Issue	Average Coupon Rate	Principal Due	Interest Due	Original Amount	Balance Outstanding January 1, 2022	New Issues	Payments	Balance Outstanding December 31, 2022	Interest Paid 2022	Principal Due 2023	Interest Due 2023
General Fund :												
2012 G.O. Notes	07/02/12	2.90%	06/01	06/01 & 12/01	\$ 1,335,000	\$ 350,000	\$ ---	\$ (350,000)	\$ ---	\$ 5,469	\$ ---	\$ ---
2014 G.O. Notes	06/05/14	2.91%	06/01	06/01 & 12/01	2,000,000	2,000,000	---	(400,000)	1,600,000	54,000	800,000	36,000
2014 G.O. Notes	11/17/14	0.00%	02/15	N/A	223,622	27,951	---	(27,951)	---	---	---	---
2015 G.O. Notes	04/20/15	2.87%	05/01	05/01 & 11/01	2,000,000	2,000,000	---	(400,000)	1,600,000	52,500	700,000	37,500
2016 G.O. Notes	05/02/16	2.00%	05/01	05/01 & 11/01	2,000,000	1,940,000	---	(1,140,000)	800,000	27,400	200,000	14,000
2019 G.O. Notes	07/10/19	3.50%	02/01	02/01 & 08/01	2,030,000	1,480,000	---	(90,000)	1,390,000	47,350	190,000	41,750
2020 G.O. Notes	07/07/20	2.27%	02/01	02/01 & 08/01	1,240,000	1,115,000	---	(125,000)	990,000	25,525	130,000	22,325
Total General Fund						<u>\$ 8,912,951</u>	<u>\$ ---</u>	<u>\$ (2,532,951)</u>	<u>\$ 6,380,000</u>	<u>\$ 212,244</u>	<u>\$ 2,020,000</u>	<u>\$ 151,575</u>
Special Revenue Fund - Debt Issuance												
2022 G.O. Notes	04/27/22	2.80%	02/01	02/01 & 08/01	1,945,000	<u>\$ ---</u>	<u>\$ 1,945,000</u>	<u>\$ ---</u>	<u>\$ 1,945,000</u>	<u>\$ ---</u>	<u>\$ 190,000</u>	<u>\$ 66,894</u>
Special Revenue Fund - Tourism Commission												
2022 G.O. Notes	04/27/22	2.80%	02/01	02/01 & 08/01	710,000	<u>\$ ---</u>	<u>\$ 710,000</u>	<u>\$ ---</u>	<u>\$ 710,000</u>	<u>\$ ---</u>	<u>\$ 70,000</u>	<u>\$ 24,396</u>
Municipal Facilities and Equipment Fund:												
2012 GO Refunding #82	07/02/12	3.34%	03/01	03/01 & 09/01	\$ 7,950,000	\$ 1,000,000	\$ ---	\$ (1,000,000)	\$ ---	\$ 20,000	\$ ---	\$ ---
2014 G.O. Notes	06/05/14	2.91%	06/01	06/01 & 12/01	2,000,000	600,000	---	(200,000)	400,000	15,000	200,000	9,000
2017 G.O. Notes	06/20/17	2.65%	06/01	06/01 & 12/01	11,650,000	7,290,000	---	(1,160,000)	6,130,000	190,640	1,195,000	155,140
2022 G.O. Notes	04/27/22	2.80%	02/01	02/01 & 08/01	2,225,000	---	<u>700,000</u>	<u>---</u>	<u>700,000</u>	<u>---</u>	<u>70,000</u>	<u>24,018</u>
Total Municipal Facilities Fund						<u>\$ 8,890,000</u>	<u>\$ 700,000</u>	<u>\$ (2,360,000)</u>	<u>\$ 7,230,000</u>	<u>\$ 225,640</u>	<u>\$ 1,465,000</u>	<u>\$ 188,158</u>
Capital Projects Fund:												
2017 G.O. Notes	06/20/17	2.65%	06/01	06/01 & 12/01	\$ 2,000,000	\$ 1,035,000	\$ ---	\$ ---	\$ 1,035,000	\$ 29,690	\$ 165,000	\$ 26,390
2018 G.O. Notes	06/18/18	3.00%	06/01	06/01 & 12/01	2,000,000	1,385,000	---	(95,000)	1,290,000	40,125	345,000	33,525
2020 G.O. Notes	07/07/20	2.27%	02/01	02/01 & 08/01	2,030,000	1,755,000	---	(235,000)	1,520,000	37,350	205,000	31,925
2021 G.O. Notes	05/13/21	1.83%	02/01	02/01 & 08/01	3,150,000	3,150,000	---	(145,000)	3,005,000	66,933	155,000	51,755
2022 G.O. Notes	04/27/22	2.80%	02/01	02/01 & 08/01	2,225,000	---	<u>2,225,000</u>	<u>---</u>	<u>2,225,000</u>	<u>---</u>	<u>15,000</u>	<u>83,840</u>
Total Capital Projects Fund						<u>\$ 7,325,000</u>	<u>\$ 2,225,000</u>	<u>\$ (475,000)</u>	<u>\$ 9,075,000</u>	<u>\$ 174,098</u>	<u>\$ 885,000</u>	<u>\$ 227,435</u>
Special Assessment Fund:												
2012 G.O. Notes	07/02/12	2.76%	06/01	06/01 & 12/01	\$ 70,000	<u>\$ 10,000</u>	<u>\$ ---</u>	<u>\$ (10,000)</u>	<u>\$ ---</u>	<u>\$ 156</u>	<u>\$ ---</u>	<u>\$ ---</u>
TID District #5:												
2012 GO Notes	07/02/12	2.79%	06/01	06/01 & 12/01	\$ 900,000	<u>\$ 150,000</u>	<u>\$ ---</u>	<u>\$ (150,000)</u>	<u>\$ ---</u>	<u>\$ 2,344</u>	<u>\$ ---</u>	<u>\$ ---</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Schedule of Long-Term Obligations
Year Ended December 31, 2022
(Continued)

Fund/Issue	Date of Issue	Average Coupon Rate	Principal Due	Interest Due	Original Amount	Balance Outstanding January 1, 2022	New Issues	Payments	Balance Outstanding December 31, 2022	Interest Paid 2022	Principal Due 2023	Interest Due 2023
TID District #6:												
2014 GO Hotel Debt Refinance	10/20/14	3.42%	05/01	05/01 & 11/01	\$ 8,450,000	\$ 7,500,000	\$ ---	\$ (600,000)	\$ 6,900,000	\$ 291,063	\$ 650,000	\$ 267,563
2019 G.O. Notes	07/10/19	3.08%	02/01	02/01 & 08/01	1,255,000	1,255,000	---	---	1,255,000	35,925	---	35,925
2019 G.O. Notes	07/10/19	2.74%	03/01	03/01 & 09/01	385,000	385,000	---	---	385,000	10,335	---	10,335
Total TID District #6						<u>\$ 9,140,000</u>	<u>\$ ---</u>	<u>\$ (600,000)</u>	<u>\$ 8,540,000</u>	<u>\$ 337,323</u>	<u>\$ 650,000</u>	<u>\$ 313,823</u>
TID District #8:												
2012 G.O. Notes	07/02/12	2.81%	06/01	06/01 & 12/01	\$ 160,000	\$ 35,000	\$ ---	\$ (35,000)	\$ ---	\$ 547	\$ ---	\$ ---
2015 G.O. Notes	03/16/15	3.11%	03/01	03/01 & 09/01	4,300,000	3,300,000	---	(200,000)	3,100,000	102,250	200,000	96,625
2015 G.O. Notes	03/16/15	2.95%	03/01	03/01 & 09/01	7,850,000	5,925,000	---	(375,000)	5,550,000	175,813	400,000	165,875
2016 G.O. Notes	11/21/16	2.00%	06/01	06/01 & 12/01	2,500,000	1,650,000	---	(300,000)	1,350,000	30,000	350,000	23,500
2016 G.O. Notes	11/21/16	2.99%	06/01	06/01 & 12/01	7,425,000	6,625,000	---	(275,000)	6,350,000	193,937	300,000	185,313
2022 G.O. Notes	04/27/22	2.80%	02/01	02/01 & 08/01	105,000	---	105,000	---	105,000	1,498	10,000	3,620
2022 G.O. Notes	05/04/22	4.44%	02/01	02/01 & 08/01	2,035,000	---	2,035,000	---	2,035,000	59,404	155,000	108,384
Total TID District #8						<u>\$ 17,535,000</u>	<u>\$ 2,140,000</u>	<u>\$ (1,185,000)</u>	<u>\$ 18,490,000</u>	<u>\$ 563,449</u>	<u>\$ 1,415,000</u>	<u>\$ 583,317</u>
TID District #9:												
2012 G.O. Notes	07/02/12	2.79%	06/01	06/01 & 12/01	\$ 250,000	\$ 50,000	\$ ---	\$ (50,000)	\$ ---	\$ 781	\$ ---	\$ ---
2022 G.O. Notes	04/27/22	2.80%	02/01	02/01 & 08/01	505,000	---	505,000	---	505,000	7,136	50,000	17,345
Total TID District #9						<u>\$ 50,000</u>	<u>\$ 505,000</u>	<u>\$ (50,000)</u>	<u>\$ 505,000</u>	<u>\$ 7,917</u>	<u>\$ 50,000</u>	<u>\$ 17,345</u>
TID District #10:												
2019 G.O. Notes	07/10/19	2.74%	03/01	03/01 & 09/01	\$ 14,160,000	\$ 14,160,000	\$ ---	\$ ---	\$ 14,160,000	\$ 388,570	\$ 100,000	\$ 388,570
2022 G.O. Notes	05/04/22	4.44%	02/01	02/01 & 08/01	610,000	---	610,000	---	610,000	17,807	55,000	32,892
Total TID District #10						<u>\$ 14,160,000</u>	<u>\$ 610,000</u>	<u>\$ ---</u>	<u>\$ 14,770,000</u>	<u>\$ 406,377</u>	<u>\$ 155,000</u>	<u>\$ 421,462</u>
TID District #11:												
2019 G.O. Notes	07/10/19	2.74%	03/01	03/01 & 09/01	\$ 530,000	\$ 475,000	\$ ---	\$ (35,000)	\$ 440,000	\$ 11,977	\$ 40,000	\$ 11,243
TID District #12:												
2019 G.O. Notes	07/10/19	3.08%	02/01	02/01 & 08/01	\$ 1,850,000	\$ 1,665,000	\$ ---	\$ (95,000)	\$ 1,570,000	\$ 48,287	\$ 100,000	\$ 44,875
2019 G.O. Notes	07/10/19	2.74%	03/01	03/01 & 09/01	1,290,000	1,060,000	---	(115,000)	945,000	26,083	115,000	23,668
Total TID District #12						<u>\$ 2,725,000</u>	<u>\$ ---</u>	<u>\$ (210,000)</u>	<u>\$ 2,515,000</u>	<u>\$ 74,370</u>	<u>\$ 215,000</u>	<u>\$ 68,543</u>
TID District #13:												
2019 G.O. Notes	07/10/19	2.74%	03/01	03/01 & 09/01	\$ 2,070,000	\$ 1,970,000	\$ ---	\$ (100,000)	\$ 1,870,000	\$ 56,675	\$ 100,000	\$ 54,575

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Schedule of Long-Term Obligations
Year Ended December 31, 2022
(Continued)

Fund/Issue	Date of Issue	Average Coupon Rate	Principal Due	Interest Due	Original Amount	Balance Outstanding January 1, 2022	New Issues	Payments	Balance Outstanding December 31, 2022	Interest Paid 2022	Principal Due 2023	Interest Due 2023
Water Utility :												
2012 G.O. Notes	07/02/12	2.70%	06/01	06/01 & 12/01	\$ 1,155,000	\$ 125,000	\$ ---	\$ (125,000)	\$ ---	\$ 1,953	\$ ---	\$ ---
2013 G.O. Notes	06/17/13	2.99%	06/01	06/01 & 12/01	1,120,000	55,000	---	(55,000)	---	1,128	---	---
2013 G.O. Refunding Bonds	06/17/13	2.28%	06/01	06/01 & 12/01	1,930,000	400,000	---	(200,000)	200,000	9,100	200,000	3,100
2014 G.O. Notes	06/05/14	2.91%	06/01	06/01 & 12/01	920,000	585,000	---	(45,000)	540,000	16,875	45,000	15,525
2015 G.O. Notes	05/04/15	2.83%	05/01	05/01 & 11/01	1,110,000	780,000	---	(55,000)	725,000	22,369	55,000	20,925
2016 G.O. Refunding Bonds	09/01/16	2.13%	09/01	03/01 & 09/01	525,000	950,000	---	(55,000)	895,000	18,450	55,000	17,350
2017 G.O. Notes	06/20/17	2.65%	06/01	06/01 & 12/01	1,285,000	1,025,000	---	(65,000)	960,000	26,145	65,000	24,195
2018 G.O. Notes	06/18/18	3.00%	06/01	06/01 & 12/01	1,340,000	1,145,000	---	(65,000)	1,080,000	33,375	65,000	31,425
2019 G.O. Notes	07/10/19	3.08%	02/01	02/01 & 08/01	1,245,000	1,100,000	---	(55,000)	1,045,000	32,163	55,000	30,237
2020 G.O. Notes	07/07/20	2.00%	02/01	02/01 & 08/01	1,460,000	1,385,000	---	(75,000)	1,310,000	26,950	75,000	24,450
2021 G.O. Notes	05/13/21	2.00%	02/01	02/01 & 08/01	2,715,000	2,715,000	---	(150,000)	2,565,000	62,799	150,000	49,800
2022 G.O. Notes	04/27/22	2.56%	02/01	02/01 & 08/01	1,350,000	---	1,350,000	---	1,350,000	---	100,000	42,701
Total Water Utility						<u>\$ 10,265,000</u>	<u>\$ 1,350,000</u>	<u>\$ (945,000)</u>	<u>\$ 10,670,000</u>	<u>\$ 251,307</u>	<u>\$ 865,000</u>	<u>\$ 259,708</u>
Sewer Utility:												
2007 Clean Water Fund Loans	08/22/07	2.55%	05/01	05/01 & 11/01	\$ 1,887,778	\$ 692,355	\$ ---	\$ (108,261)	\$ 584,094	\$ 16,255	\$ 111,018	\$ 13,463
Total Sewer Utility						<u>\$ 692,355</u>	<u>\$ ---</u>	<u>\$ (108,261)</u>	<u>\$ 584,094</u>	<u>\$ 16,255</u>	<u>\$ 111,018</u>	<u>\$ 13,463</u>
Storm Water Utility:												
2012 G.O. Notes	07/02/12	2.70%	06/01	06/01 & 12/01	\$ 740,000	\$ 80,000	\$ ---	\$ (80,000)	\$ ---	\$ 1,250	\$ ---	\$ ---
2013 G.O. Notes	06/17/13	2.99%	06/01	06/01 & 12/01	1,250,000	65,000	---	(65,000)	---	1,272	---	---
2021 G.O. Notes	05/13/21	2.00%	02/01	02/01 & 08/01	685,000	685,000	---	(50,000)	635,000	16,168	50,000	12,200
Total Storm Water Utility						<u>\$ 830,000</u>	<u>\$ ---</u>	<u>\$ (195,000)</u>	<u>\$ 635,000</u>	<u>\$ 18,690</u>	<u>\$ 50,000</u>	<u>\$ 12,200</u>
Total long-term obligations						<u>\$ 83,130,306</u>	<u>\$ 9,475,000</u>	<u>\$ (8,956,212)</u>	<u>\$ 84,359,094</u>	<u>\$ 2,358,822</u>	<u>\$ 8,211,018</u>	<u>\$ 2,389,741</u>

See independent auditors' report.

STATISTICAL SECTION

Statistical Section

This section of the Village of Menomonee Falls' Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, notes to the financial statements, and required supplementary information says about the Village's financial condition.

Contents:	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and condition have changed over time.	120 - 132
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant revenue source, the property tax.	133 - 137
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	138 - 143
Demographic and Economic Information These schedules present demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place.	144 - 145
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	146 - 148

Sources:

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

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Net Position By Component
Last Ten Years
(Accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
Net investment in capital assets	\$ 154,096,714	\$ 148,407,733	\$ 141,606,396	\$ 135,057,621	\$ 111,199,441	\$ 104,160,129	\$ 102,173,468	\$ 96,772,895	\$ 103,412,007	\$ 95,031,864
Restricted	3,510,479	4,389,658	4,931,938	5,581,007	7,973,934	7,609,860	14,118,882	14,201,491	4,263,413	8,154,210
Unrestricted	(13,914,270)	(15,398,609)	(18,286,812)	(16,280,125)	3,855,209	8,179,100	1,691,916	(1,058,717)	(2,568,467)	3,202,645
Total governmental activities net position	<u>\$ 143,692,923</u>	<u>\$ 137,398,782</u>	<u>\$ 128,251,522</u>	<u>\$ 124,358,503</u>	<u>\$ 123,028,584</u>	<u>\$ 119,949,089</u>	<u>\$ 117,984,266</u>	<u>\$ 109,915,669</u>	<u>\$ 105,106,953</u>	<u>\$ 106,388,719</u>
Business-type activities:										
Net investment in capital assets	\$ 147,086,085	\$ 142,973,829	\$ 139,671,402	\$ 135,720,027	\$ 133,366,678	\$ 128,757,520	\$ 129,672,477	\$ 123,987,544	\$ 124,026,180	\$ 120,631,586
Restricted	10,494,412	12,292,405	12,181,681	10,760,033	10,192,416	8,930,411	8,225,993	7,522,670	5,676,161	4,797,439
Unrestricted	11,797,688	9,063,135	10,156,577	12,006,200	11,662,077	11,895,252	11,477,555	12,246,507	12,454,702	13,322,201
Total business-type activities net position	<u>\$ 169,378,185</u>	<u>\$ 164,329,369</u>	<u>\$ 162,009,660</u>	<u>\$ 158,486,260</u>	<u>\$ 155,221,171</u>	<u>\$ 149,583,183</u>	<u>\$ 149,376,025</u>	<u>\$ 143,756,721</u>	<u>\$ 142,157,043</u>	<u>\$ 138,751,226</u>
Primary government:										
Net investment in capital assets	\$ 301,182,799	\$ 291,381,562	\$ 281,277,798	\$ 270,777,648	\$ 244,566,119	\$ 232,917,649	\$ 231,845,945	\$ 220,760,439	\$ 227,438,187	\$ 215,663,450
Restricted	14,004,891	16,682,063	17,113,619	16,341,040	18,166,350	16,540,271	22,344,875	21,724,161	9,939,574	12,951,649
Unrestricted	(2,116,582)	(6,335,474)	(8,130,235)	(4,273,925)	15,517,286	20,074,352	13,169,471	11,187,790	9,886,235	16,524,846
Total primary government net position	<u>\$ 313,071,108</u>	<u>\$ 301,728,151</u>	<u>\$ 290,261,182</u>	<u>\$ 282,844,763</u>	<u>\$ 278,249,755</u>	<u>\$ 269,532,272</u>	<u>\$ 267,360,291</u>	<u>\$ 253,672,390</u>	<u>\$ 247,263,996</u>	<u>\$ 245,139,945</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Net Position
Summary
Last Ten Years
(Accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
Total expenses	\$ 40,474,630	\$ 38,986,565	\$ 38,536,786	\$ 48,528,906	\$ 42,488,662	\$ 40,943,590	\$ 38,813,296	\$ 44,719,283	\$ 47,812,954	\$ 35,651,741
Total program revenues	14,967,342	15,748,872	13,175,600	18,963,573	14,081,192	11,833,289	16,754,738	14,661,773	17,259,857	10,064,114
Net program expense	<u>(25,507,288)</u>	<u>(23,237,693)</u>	<u>(25,361,186)</u>	<u>(29,565,333)</u>	<u>(28,407,470)</u>	<u>(29,110,301)</u>	<u>(22,058,558)</u>	<u>(30,057,510)</u>	<u>(30,553,097)</u>	<u>(25,587,627)</u>
Total general revenues and other changes in net position	31,801,429	32,384,953	29,254,284	30,895,252	32,128,946	31,075,124	30,127,155	29,366,482	29,150,007	29,435,874
Prior period adjustment	---	---	---	---	(641,981)	---	---	5,499,742	121,324	(923,763)
Change in net position	<u>6,294,141</u>	<u>9,147,260</u>	<u>3,893,098</u>	<u>1,329,919</u>	<u>3,079,495</u>	<u>1,964,823</u>	<u>8,068,597</u>	<u>4,808,714</u>	<u>(1,281,766)</u>	<u>2,924,484</u>
Business-type activities:										
Total expenses	21,008,335	20,323,016	20,072,235	18,428,956	18,579,539	18,120,673	16,889,816	18,411,294	18,174,445	18,183,566
Total program revenues	22,772,801	22,723,093	22,881,881	21,349,966	23,598,516	18,507,469	22,496,093	18,253,238	20,301,675	16,654,785
Net program revenue	<u>1,764,466</u>	<u>2,400,077</u>	<u>2,809,646</u>	<u>2,921,010</u>	<u>5,018,977</u>	<u>386,796</u>	<u>5,606,277</u>	<u>(158,056)</u>	<u>2,127,230</u>	<u>(1,528,781)</u>
Total general revenues and other changes in net position	3,284,350	(80,368)	713,675	344,079	554,533	(179,638)	13,027	1,286,635	1,278,587	1,284,442
Prior period adjustment	---	---	---	---	64,478	---	---	471,099	---	(4,692,718)
Change in net position	<u>5,048,816</u>	<u>2,319,709</u>	<u>3,523,321</u>	<u>3,265,089</u>	<u>5,637,988</u>	<u>207,158</u>	<u>5,619,304</u>	<u>1,599,678</u>	<u>3,405,817</u>	<u>(4,937,057)</u>
Total primary government										
Change in net position	<u>\$ 11,342,957</u>	<u>\$ 11,466,969</u>	<u>\$ 7,416,419</u>	<u>\$ 4,595,008</u>	<u>\$ 8,717,483</u>	<u>\$ 2,171,981</u>	<u>\$ 13,687,901</u>	<u>\$ 6,408,392</u>	<u>\$ 2,124,051</u>	<u>\$ (2,012,573)</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Net Position
Expenses by Function
Last Ten Years
(Accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
General government	\$ 5,187,183	\$ 4,560,540	\$ 4,785,228	\$ 4,620,851	\$ 4,684,122	\$ 4,153,483	\$ 4,222,904	\$ 4,228,723	\$ 4,720,166	\$ 4,625,565
Public safety	18,271,861	17,281,848	17,851,939	17,483,697	16,365,784	15,905,633	16,128,775	14,350,057	14,436,356	14,060,147
Public works	8,644,351	8,636,694	8,474,606	11,446,523	13,568,975	12,515,134	9,181,890	11,973,544	9,346,862	9,161,630
Culture and recreation	4,050,148	3,623,944	3,472,195	3,600,726	3,352,517	3,356,222	3,618,566	3,394,861	3,405,817	3,202,857
Conservation and development	2,197,480	2,931,619	1,887,015	9,066,560	2,310,685	2,603,249	3,322,732	8,573,095	13,245,448	2,075,907
Interest and fiscal charges	2,123,607	1,951,920	2,065,803	2,310,549	2,206,579	2,409,869	2,338,429	2,199,003	2,658,305	2,525,635
Total governmental activities expenses	<u>40,474,630</u>	<u>38,986,565</u>	<u>38,536,786</u>	<u>48,528,906</u>	<u>42,488,662</u>	<u>40,943,590</u>	<u>38,813,296</u>	<u>44,719,283</u>	<u>47,812,954</u>	<u>35,651,741</u>
Business-type activities:										
Water Utility	6,533,360	6,075,239	6,059,507	5,974,678	5,661,202	5,627,767	5,620,359	6,720,087	6,641,515	6,784,586
Sewer Utility	10,629,404	10,545,504	10,420,742	10,944,121	11,491,314	10,805,636	9,855,946	10,303,191	10,166,494	10,109,008
Storm Water Utility	1,716,186	1,639,213	1,555,344	1,510,157	1,427,023	1,687,270	1,413,511	1,388,016	1,366,436	1,289,972
Solid Waste Collection	2,129,385	2,063,060	2,036,642	---	---	---	---	---	---	---
Total business-type activities expenses	<u>21,008,335</u>	<u>20,323,016</u>	<u>20,072,235</u>	<u>18,428,956</u>	<u>18,579,539</u>	<u>18,120,673</u>	<u>16,889,816</u>	<u>18,411,294</u>	<u>18,174,445</u>	<u>18,183,566</u>
Total primary government expenses	<u>\$ 61,482,965</u>	<u>\$ 59,309,581</u>	<u>\$ 58,609,021</u>	<u>\$ 66,957,862</u>	<u>\$ 61,068,201</u>	<u>\$ 59,064,263</u>	<u>\$ 55,703,112</u>	<u>\$ 63,130,577</u>	<u>\$ 65,987,399</u>	<u>\$ 53,835,307</u>

Source: Annual Comprehensive Financial Reports

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Net Position
Summary of Program Revenues by Type
Last Ten Years
(Accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
Charges for services	\$ 7,562,810	\$ 7,141,096	\$ 6,557,268	\$ 7,557,811	\$ 9,272,576	\$ 8,161,483	\$ 7,953,646	\$ 7,998,176	\$ 7,126,005	\$ 6,696,510
Operating grants and contributions	5,693,031	4,083,692	4,222,469	4,033,061	3,183,182	3,261,846	3,211,421	3,760,572	2,935,157	2,318,766
Capital grants and contributions	1,711,501	4,524,084	2,395,863	7,372,701	1,625,434	409,960	5,589,671	2,903,025	7,198,695	1,048,838
Total governmental activities program revenues	<u>14,967,342</u>	<u>15,748,872</u>	<u>13,175,600</u>	<u>18,963,573</u>	<u>14,081,192</u>	<u>11,833,289</u>	<u>16,754,738</u>	<u>14,661,773</u>	<u>17,259,857</u>	<u>10,064,114</u>
Business-type activities:										
Charges for services	18,615,612	18,616,150	18,615,669	16,604,145	15,815,478	15,503,049	15,286,679	15,187,279	14,678,327	14,899,451
Operating grants and contributions	---	---	---	---	---	---	---	---	---	---
Capital grants and contributions	4,157,189	4,106,943	4,266,212	4,745,821	7,783,038	3,004,420	7,209,414	3,065,959	5,623,348	1,755,334
Total business-type activities program revenues	<u>\$ 22,772,801</u>	<u>\$ 22,723,093</u>	<u>\$ 22,881,881</u>	<u>\$ 21,349,966</u>	<u>\$ 23,598,516</u>	<u>\$ 18,507,469</u>	<u>\$ 22,496,093</u>	<u>\$ 18,253,238</u>	<u>\$ 20,301,675</u>	<u>\$ 16,654,785</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Net Position
Charges for Services by Function
Last Ten Years
(Accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
General government	\$ 648,278	\$ 649,349	\$ 536,352	\$ 555,202	\$ 559,056	\$ 548,446	\$ 633,606	\$ 555,285	\$ 539,299	\$ 580,904
Public safety	2,990,015	2,546,678	2,213,684	2,127,676	2,187,991	2,023,814	1,795,184	1,875,189	1,585,437	1,641,121
Public works	2,390,797	2,733,515	2,432,797	3,472,446	4,707,137	4,249,073	4,247,237	4,204,374	3,978,709	3,644,103
Culture and recreation	322,788	305,015	266,258	403,487	432,937	366,769	62,504	123,286	122,347	122,973
Conservation and development	1,210,932	906,539	1,108,177	999,000	1,385,455	973,381	1,215,115	1,240,042	900,213	707,409
Total governmental activities charges for services	<u>7,562,810</u>	<u>7,141,096</u>	<u>6,557,268</u>	<u>7,557,811</u>	<u>9,272,576</u>	<u>8,161,483</u>	<u>7,953,646</u>	<u>7,998,176</u>	<u>7,126,005</u>	<u>6,696,510</u>
Business-type activities:										
Sewer Utility	9,648,773	9,514,149	9,510,525	9,612,636	8,951,157	8,543,988	8,418,856	8,309,028	8,114,553	8,229,711
Water Utility	6,812,228	7,033,718	7,041,072	6,937,672	6,818,479	6,913,513	6,821,982	6,838,038	6,535,141	6,641,814
Storm Water Utility	56,426	48,695	50,668	53,837	45,842	45,548	45,841	40,213	28,633	27,926
Solid Waste Collection	2,098,185	2,019,588	2,013,404	---	---	---	---	---	---	---
Total business-type activities charges for services	<u>18,615,612</u>	<u>18,616,150</u>	<u>18,615,669</u>	<u>16,604,145</u>	<u>15,815,478</u>	<u>15,503,049</u>	<u>15,286,679</u>	<u>15,187,279</u>	<u>14,678,327</u>	<u>14,899,451</u>
Total primary government charges for services	<u>\$ 26,178,422</u>	<u>\$ 25,757,246</u>	<u>\$ 25,172,937</u>	<u>\$ 24,161,956</u>	<u>\$ 25,088,054</u>	<u>\$ 23,664,532</u>	<u>\$ 23,240,325</u>	<u>\$ 23,185,455</u>	<u>\$ 21,804,332</u>	<u>\$ 21,595,961</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Net Position
Operating Grants and Contributions by Function
Last Ten Years
(accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
General government	\$ 1,642,893	\$ 625,000	\$ ---	\$ ---	\$ ---	\$ ---	\$ 2,000	\$ ---	\$ ---	\$ ---
Public safety	324,051	249,316	370,553	747,956	482,631	629,364	637,730	900,570	586,717	440,209
Public works	2,619,679	2,298,129	2,535,447	2,635,133	2,235,560	2,069,462	2,031,294	2,133,358	1,826,242	1,774,408
Culture and recreation	104,253	97,459	107,543	109,750	69,033	65,729	63,225	61,116	42,057	28,177
Conservation and development	1,002,155	813,788	1,208,926	540,222	395,958	497,291	477,172	665,528	480,141	75,972
Total governmental activities operating grants and contributions	<u>\$ 5,693,031</u>	<u>\$ 4,083,692</u>	<u>\$ 4,222,469</u>	<u>\$ 4,033,061</u>	<u>\$ 3,183,182</u>	<u>\$ 3,261,846</u>	<u>\$ 3,211,421</u>	<u>\$ 3,760,572</u>	<u>\$ 2,935,157</u>	<u>\$ 2,318,766</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Net Position
Capital Grants and Contributions by Function
Last Ten Years
(accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
General government	\$ ---	\$ 244,181	\$ 11,460	\$ ---	\$ ---	\$ ---	\$ 178,616	\$ 103,000	\$ 4,269,900	\$ ---
Public safety	---	---	---	---	---	---	---	---	---	---
Public works	1,683,487	4,279,903	2,384,403	7,372,701	1,625,434	409,960	5,236,347	2,800,025	2,928,795	1,048,838
Culture and recreation	28,014	---	---	---	---	---	---	---	---	---
Conservation and development	---	---	---	---	---	---	174,708	---	---	---
Total governmental activities capital grants and contributions	<u>1,711,501</u>	<u>4,524,084</u>	<u>2,395,863</u>	<u>7,372,701</u>	<u>1,625,434</u>	<u>409,960</u>	<u>5,589,671</u>	<u>2,903,025</u>	<u>7,198,695</u>	<u>1,048,838</u>
Business-type activities:										
Water Utility	1,601,403	1,688,058	1,819,186	1,677,297	3,073,712	1,194,004	1,579,499	1,333,453	2,583,029	367,561
Sewer Utility	1,679,464	1,321,461	1,406,280	1,708,351	2,148,542	1,228,512	3,394,397	1,160,330	1,606,521	308,582
Storm Water Utility	876,322	1,097,424	1,040,746	1,360,173	2,560,784	581,904	2,235,518	572,176	1,433,798	1,079,191
Total business-type activities capital grants and contributions	<u>4,157,189</u>	<u>4,106,943</u>	<u>4,266,212</u>	<u>4,745,821</u>	<u>7,783,038</u>	<u>3,004,420</u>	<u>7,209,414</u>	<u>3,065,959</u>	<u>5,623,348</u>	<u>1,755,334</u>
Total primary government capital grants and contributions	<u>\$ 5,868,690</u>	<u>\$ 8,631,027</u>	<u>\$ 6,662,075</u>	<u>\$ 12,118,522</u>	<u>\$ 9,408,472</u>	<u>\$ 3,414,380</u>	<u>\$ 12,799,085</u>	<u>\$ 5,968,984</u>	<u>\$ 12,822,043</u>	<u>\$ 2,804,172</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Net Position
General Revenues and Other Changes in Net Position
Last Ten Years
(accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Governmental activities:										
Taxes	\$ 30,218,836	\$ 29,292,379	\$ 27,833,481	\$ 27,972,652	\$ 30,462,169	\$ 28,896,754	\$ 27,932,557	\$ 27,213,075	\$ 27,345,166	\$ 26,374,477
Grants and contributions not restricted to specific programs	1,815,506	2,182,880	1,799,231	1,676,603	1,241,904	1,251,900	1,360,274	1,762,237	1,542,891	1,050,489
Lease revenue	143,186	---	---	---	---	---	---	---	---	---
Interest on leases	20,976	---	---	---	---	---	---	---	---	---
Impact fees	---	---	---	---	---	---	305,993	---	---	---
Investments earnings	471,477	40,486	241,476	902,713	746,136	436,866	223,544	100,583	71,074	65,991
Interest on advances to utilities	---	489	---	32,513	51,197	29,176	19,606	7,087	12,849	19,171
Gain (loss) on retirement of capital assets	(9,399)	639,305	306	93,286	(573,256)	175,999	---	149,057	---	(192,379)
Developer incentives returned	---	---	---	---	---	---	---	---	---	2,000,000
Transfer of capital assets to business-type activities	(96,712)	---	(809,727)	---	---	---	---	---	---	---
Transfers to water utility	(1,377,893)	---	---	---	---	---	---	---	---	---
Insurance recoveries	---	---	---	180,399	---	---	---	---	---	---
Other revenues	615,452	229,414	189,517	37,086	200,796	284,429	285,181	134,443	178,027	118,125
Total governmental activities general revenues and other changes in net position	<u>31,801,429</u>	<u>32,384,953</u>	<u>29,254,284</u>	<u>30,895,252</u>	<u>32,128,946</u>	<u>31,075,124</u>	<u>30,127,155</u>	<u>29,366,482</u>	<u>29,150,007</u>	<u>29,435,874</u>
Business-type activities:										
Taxes	931,000	931,000	931,000	931,000	931,000	931,250	931,250	1,231,250	1,231,250	1,231,250
Lease revenue	418,789	---	---	---	---	---	---	---	---	---
Interest on leases	75,799	---	---	---	---	---	---	---	---	---
Transfers - PILOT	(1,129,120)	(1,152,198)	(1,233,360)	(1,190,006)	(1,266,520)	(1,294,564)	(1,316,613)	---	---	---
Investments earnings	282,400	13,109	109,307	466,844	372,174	149,839	69,424	18,838	13,602	14,561
Transfer of capital assets to business-type activities	96,712	---	809,727	---	---	---	---	---	---	---
Transfers to governmental funds	1,377,893	---	---	---	---	---	---	---	---	---
Gain (loss) on retirement of capital assets	---	---	---	---	---	---	---	---	---	5,178
Other revenues	1,230,877	127,721	97,001	136,241	517,879	33,837	328,966	36,547	33,735	33,453
Total business-type activities general revenues and other changes in net position	<u>3,284,350</u>	<u>(80,368)</u>	<u>713,675</u>	<u>344,079</u>	<u>554,533</u>	<u>(179,638)</u>	<u>13,027</u>	<u>1,286,635</u>	<u>1,278,587</u>	<u>1,284,442</u>
Total primary government general revenues and other changes in net position	<u>\$ 35,085,779</u>	<u>\$ 32,304,585</u>	<u>\$ 29,967,959</u>	<u>\$ 31,239,331</u>	<u>\$ 32,683,479</u>	<u>\$ 30,895,486</u>	<u>\$ 30,140,182</u>	<u>\$ 30,653,117</u>	<u>\$ 30,428,594</u>	<u>\$ 30,720,316</u>

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Fund Balances - Governmental Funds
Last Ten Years
(Modified accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund:										
Nondisposable	\$ 2,206,238	\$ 2,759,237	\$ 2,430,795	\$ 2,567,417	\$ 2,955,091	\$ 2,683,102	\$ 2,264,263	\$ 2,252,876	\$ 2,375,001	\$ 2,189,844
Restricted	---	---	---	---	---	---	---	---	---	---
Unassigned	8,308,002	7,755,003	8,083,445	7,546,819	7,002,559	7,002,556	7,421,395	7,387,708	7,265,583	7,340,740
Total general fund	<u>10,514,240</u>	<u>10,514,240</u>	<u>10,514,240</u>	<u>10,114,236</u>	<u>9,957,650</u>	<u>9,685,658</u>	<u>9,685,658</u>	<u>9,640,584</u>	<u>9,640,584</u>	<u>9,530,584</u>
All Other Governmental Funds:										
Nondisposable	3,475,016	3,061,683	3,062,526	1,286,536	3,249,418	2,872,078	2,090,552	1,881,590	1,232,169	15,369,451
Restricted	7,574,048	6,200,249	5,828,850	6,727,904	8,731,970	9,631,125	11,169,562	10,819,886	8,961,001	10,579,623
Committed	1,788,762	859,828	776,301	4,033,873	5,783,510	6,970,364	9,592,988	8,918,811	2,995,623	4,114,678
Assigned	3,653,280	3,133,790	3,406,437	4,458,403	2,817,893	7,157,630	5,263,510	4,174,551	4,487,089	3,215,701
Unassigned	(4,111,276)	(4,190,203)	(3,407,855)	(2,634,179)	(2,626,654)	(2,261,744)	(1,798,726)	(1,381,051)	(1,174,729)	(386,481)
Total all other governmental funds	<u>12,379,830</u>	<u>9,065,347</u>	<u>9,666,259</u>	<u>13,872,537</u>	<u>17,956,137</u>	<u>24,369,453</u>	<u>26,317,886</u>	<u>24,413,787</u>	<u>16,501,153</u>	<u>32,892,972</u>
Total all governmental funds	<u>\$ 22,894,070</u>	<u>\$ 19,579,587</u>	<u>\$ 20,180,499</u>	<u>\$ 23,986,773</u>	<u>\$ 27,913,787</u>	<u>\$ 34,055,111</u>	<u>\$ 36,003,544</u>	<u>\$ 34,054,371</u>	<u>\$ 26,141,737</u>	<u>\$ 42,423,556</u>

Source: Annual Comprehensive Financial Reports

Fluctuations in all other governmental fund balance, reserved and unreserved amounts, primarily reflect financing, construction in progress and completion of capital projects.

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Fund Balances - Governmental Funds - Summary
Last Ten Years
(Modified accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Revenues	\$ 45,613,997	\$ 42,334,103	\$ 39,949,958	\$ 44,142,644	\$ 43,800,718	\$ 41,183,675	\$ 40,383,973	\$ 40,435,293	\$ 38,641,760	\$ 38,062,033
Expenditures	<u>51,261,866</u>	<u>47,505,225</u>	<u>48,568,689</u>	<u>70,660,332</u>	<u>55,600,623</u>	<u>59,259,005</u>	<u>45,543,439</u>	<u>56,789,395</u>	<u>60,851,335</u>	<u>43,561,974</u>
Deficiency of revenues under expenditures	(5,647,869)	(5,171,122)	(8,618,731)	(26,517,688)	(11,799,905)	(18,075,330)	(5,159,466)	(16,354,102)	(22,209,575)	(5,499,941)
Other financing sources (uses) and other Changes in fund balances	8,962,352	4,570,210	4,812,536	22,590,674	5,658,581	15,671,372	7,108,639	24,266,735	5,806,432	341,875
Prior period adjustment	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>455,525</u>	<u>---</u>	<u>---</u>	<u>121,324</u>	<u>---</u>
Total change in fund balance	<u>\$ 3,314,483</u>	<u>\$ (600,912)</u>	<u>\$ (3,806,195)</u>	<u>\$ (3,927,014)</u>	<u>\$ (6,141,324)</u>	<u>\$ (1,948,433)</u>	<u>\$ 1,949,173</u>	<u>\$ 7,912,633</u>	<u>\$ (16,281,819)</u>	<u>\$ (5,158,066)</u>

Source: Annual Comprehensive Financial Reports

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Fund Balances - Governmental Funds - Revenues
Last Ten Years
(Modified accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Taxes	\$ 29,360,425	\$ 28,419,381	\$ 26,747,632	\$ 29,758,073	\$ 29,469,322	\$ 27,841,438	\$ 26,597,863	\$ 25,904,061	\$ 26,266,221	\$ 24,980,536
Special assessment & interest	4,305	46,475	17,570	46,974	41,338	43,250	39,096	208,782	192,256	95,737
Licenses and permits	1,814,566	1,555,925	1,583,317	1,619,720	1,534,990	1,436,318	1,791,721	1,728,039	1,347,111	1,187,601
Fines and penalties	607,850	674,294	616,991	517,406	501,072	572,666	607,211	609,413	563,671	744,985
Intergovernmental aid	6,568,489	5,424,743	5,408,410	4,549,959	3,573,712	3,599,603	3,675,400	4,681,534	3,607,341	3,219,203
Program revenues	395	27,958	93,615	1,415,723	1,602,308	1,408,988	1,371,170	1,384,278	1,440,025	1,474,779
Fire dues	---	---	---	---	181,694	---	---	---	---	---
Other charges for service	4,545,834	4,624,897	4,088,179	3,906,653	4,634,751	4,425,975	4,367,503	4,212,352	3,726,595	3,322,434
Interest income	532,851	20,706	231,595	916,070	761,562	424,017	197,861	72,211	42,985	48,315
Interest on advances	100,646	25,357	31,975	107,080	121,247	76,131	47,201	27,703	32,280	237,966
Developer incentives returned	---	---	---	---	---	---	---	---	---	2,000,000
Other revenue	2,078,636	1,514,367	1,130,674	1,304,986	1,378,722	1,355,289	1,688,947	1,606,920	1,423,275	750,477
Total revenues	<u>\$ 45,613,997</u>	<u>\$ 42,334,103</u>	<u>\$ 39,949,958</u>	<u>\$ 44,142,644</u>	<u>\$ 43,800,718</u>	<u>\$ 41,183,675</u>	<u>\$ 40,383,973</u>	<u>\$ 40,435,293</u>	<u>\$ 38,641,760</u>	<u>\$ 38,062,033</u>

Source: Annual Comprehensive Financial Reports

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Fund Balances - Governmental Funds - Expenditures
Last Ten Years
(Modified accrual basis of accounting)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Current:										
General government	\$ 4,544,648	\$ 4,078,736	\$ 4,196,183	\$ 3,967,573	\$ 4,069,770	\$ 3,551,177	\$ 3,630,500	\$ 3,656,043	\$ 3,909,661	\$ 3,954,733
Public safety	18,810,617	17,677,439	16,515,418	15,427,430	15,186,791	14,199,667	14,378,386	13,860,652	13,823,637	13,403,094
Public works	5,504,852	5,525,240	5,347,202	8,735,981	10,977,378	9,646,965	6,809,817	9,951,007	7,101,179	7,331,797
Culture and recreation	3,601,377	3,205,342	2,929,713	3,049,144	2,843,942	2,840,922	3,079,854	2,891,428	2,921,152	2,666,107
Conservation and development	2,205,947	1,945,393	1,806,142	4,607,860	2,257,555	2,520,884	3,028,937	7,006,218	1,486,607	2,039,586
Uncollectible accounts	3,148	1,023,736	---	62,178	---	---	---	---	5,261,620	---
Capital outlay	6,574,724	4,251,176	8,350,108	3,073,120	8,530,210	16,533,564	4,769,966	10,381,143	7,579,866	4,120,998
Debt service:										
Principal	7,707,951	7,547,953	6,947,953	29,006,953	8,895,863	7,220,863	6,984,369	6,434,369	15,756,416	6,670,417
Interest and fiscal charges	1,986,725	2,138,429	2,359,897	2,421,686	2,686,306	2,411,470	2,485,688	2,178,219	2,667,067	2,956,176
Interest on advances	100,646	24,868	31,975	74,567	70,050	46,955	27,594	20,616	19,431	218,795
Debt issuance costs	221,231	86,913	84,098	233,840	82,758	286,538	348,328	409,700	324,699	200,271
Total expenditures	<u>\$ 51,261,866</u>	<u>\$ 47,505,225</u>	<u>\$ 48,568,689</u>	<u>\$ 70,660,332</u>	<u>\$ 55,600,623</u>	<u>\$ 59,259,005</u>	<u>\$ 45,543,439</u>	<u>\$ 56,789,395</u>	<u>\$ 60,851,335</u>	<u>\$ 43,561,974</u>
Debt service as a percentage of										
Noncapital expenditures	<u>21.69%</u>	<u>22.39%</u>	<u>23.14%</u>	<u>46.50%</u>	<u>24.61%</u>	<u>22.54%</u>	<u>23.23%</u>	<u>18.56%</u>	<u>34.58%</u>	<u>24.41%</u>

Source: Annual Comprehensive Financial Reports

Note: Noncapital expenditures percentage is calculated as follows: debt service / (total expenditures - capital outlay)

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Changes in Fund Balances - Governmental Funds - Revenues -
Other Financing Sources (Uses) and Other Changes in Fund Balance
Last Ten Years
(Modified accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Operating transfers in	\$ 12,274,779	\$ 9,580,947	\$ 10,332,046	\$ 15,724,936	\$ 14,133,448	\$ 12,564,073	\$ 12,630,432	\$ 18,816,352	\$ 21,284,579	\$ 15,347,795
Operating transfers out	(12,274,779)	(9,580,947)	(10,332,046)	(15,724,936)	(14,133,448)	(12,564,073)	(12,630,432)	(18,816,352)	(21,284,578)	(15,347,795)
Transfers - PILOT	1,129,120	1,152,198	1,233,360	1,190,006	1,266,520	1,294,564	1,316,613	1,290,385	1,259,422	1,393,941
Transfers to water utility	(1,377,893)	---	---	---	---	---	---	---	---	---
Proceeds from sale of capital assets	106,305	117,762	133,719	100,522	415,699	175,999	646,594	6,997,349	(55,294)	41,906
Fair market of bond/notes issued	8,835,000	3,150,000	3,270,000	23,570,000	3,900,000	13,650,000	4,750,000	15,430,000	4,223,622	7,175,000
Fair market of refunding bonds issued	---	---	---	---	---	1,280,000	13,955,000	9,975,000	12,275,000	6,780,000
Payment to refunding escrow agent	---	---	---	---	---	(1,280,000)	(13,955,000)	(10,025,000)	(12,325,000)	(15,154,270)
Debt issuance premiums	269,820	150,250	175,457	266,831	76,362	550,809	395,432	599,001	609,158	105,298
Insurance recoveries	---	---	---	180,399	---	---	---	---	---	---
Distribution upon closure of TID	---	---	---	(2,717,084)	---	---	---	---	(180,477)	---
Total other financing sources (uses)										
and other changes in fund balance	\$ 8,962,352	\$ 4,570,210	\$ 4,812,536	\$ 22,590,674	\$ 5,658,581	\$ 15,671,372	\$ 7,108,639	\$ 24,266,735	\$ 5,806,432	\$ 341,875

Source: Annual Comprehensive Financial Reports

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

As of January 1	Real Property		Personal Property		Total Assessed Value	Total Direct Tax Rate	Total Taxable Equalized Value	Assessment Ratio
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
2022	\$ 5,022,803,760	\$ 6,826,659,400	\$ 84,429,450	\$ 112,612,700	\$ 5,107,233,210	\$ 5.20	\$ 6,939,272,100	0.7360
2021	4,980,477,060	6,031,584,900	97,389,630	118,661,700	5,077,866,690	5.21	6,150,246,600	0.8256
2020	4,887,714,680	5,512,418,200	97,111,330	108,603,200	4,984,826,010	5.20	5,621,021,400	0.8868
2019	4,783,320,160	5,169,742,400	109,109,980	120,187,200	4,892,430,140	5.20	5,289,929,600	0.9249
2018	4,741,865,260	4,986,326,700	104,982,500	111,131,300	4,846,847,760	5.23	5,097,458,000	0.9508
2017	4,646,965,460	4,782,064,200	179,374,930	180,583,200	4,826,340,390	5.23	4,962,647,400	0.9725
2016	4,548,546,260	4,550,377,900	174,516,280	177,999,900	4,723,062,540	5.17	4,728,377,800	0.9989
2015	4,427,051,360	4,424,078,642	159,081,780	158,974,958	4,586,133,140	5.20	4,583,053,600	1.0007
2014	4,378,109,960	4,331,625,189	163,982,250	162,249,611	4,542,092,210	5.20	4,493,874,800	1.0107
2013	4,356,357,660	4,092,149,876	162,733,300	152,863,724	4,519,090,960	5.20	4,245,013,600	1.0646

Menomonee Falls School District	\$ 3,897,911,510
Hamilton Sussex School District	<u>1,209,321,700</u>
Total assessed value	<u>\$ 5,107,233,210</u>

Note: Assessed values are determined by the Village and the Wisconsin Department of Revenue. Estimated actual values were obtained from the Wisconsin Department of Revenue and include Wisconsin Section 70.57 adjustments.

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Property Value and Construction Data
Last Ten Years

Year	(1) Assessed Property Value				(2) Residential Construction		(2) Nonresidential Construction	
	Residential	Commercial & Manufacturing	Agricultural, Swamp & Other	Total	Number of Permits	Value	Number of Permits	Value
2022	\$ 3,424,789,760	\$ 1,580,574,700	\$ 17,439,300	\$ 5,022,803,760	643	\$ 55,040,000	93	\$ 109,590,000
2021	3,369,487,760	1,593,635,400	17,353,900	4,980,477,060	775	64,380,000	104	49,870,000
2020	3,303,015,960	1,567,157,300	17,541,420	4,887,714,680	825	52,380,000	109	71,090,000
2019	3,238,668,260	1,526,585,900	18,066,000	4,783,320,160	738	56,810,000	117	64,110,000
2018	3,197,798,160	1,526,263,700	17,803,400	4,741,865,260	802	49,950,000	149	83,110,000
2017	3,137,555,560	1,492,015,900	17,394,000	4,646,965,460	761	53,590,000	143	48,020,000
2016	3,084,284,360	1,447,556,700	16,705,200	4,548,546,260	740	47,560,000	146	70,020,000
2015	3,045,248,960	1,365,294,700	16,507,700	4,427,051,360	696	37,791,221	169	115,540,528
2014	3,011,914,460	1,349,447,800	16,747,700	4,378,109,960	695	24,504,020	166	89,112,115
2013	2,986,655,260	1,352,997,000	16,705,400	4,356,357,660	688	27,219,724	177	32,992,395

(1) Values from Statement of Assessment

(2) From Village Zoning and Inspection Department records

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Direct and Overlapping Property Tax Rates
Last Ten Years

(Per \$1,000 of Assessed Valuation)

Fiscal Year	Village Direct Rates						Overlapping Rates					School Tax Credit	Net Tax Rate	
	Basic Rate	General Obligation Debt Service Rate	Library Operations & Maint	Sewer Capital Costs	Storm Water Costs	Total Direct	State of Wisconsin	Waukesha County	Menomonee Falls School District	Sussex Hamilton School District	Waukesha County Technical College		Menomonee Falls School District	Sussex Hamilton School District
2022 for 2023	\$ 4.14	\$ 0.49	\$ 0.39	\$ ---	\$ 0.18	\$ 5.20	\$ ---	\$ 1.92	\$ 9.24	\$ 9.49	\$ 0.34	\$ (1.66)	\$ 15.04	\$ 15.29
2021 for 2022	4.15	0.50	0.38	---	0.18	5.21	---	2.04	9.95	9.60	0.37	(1.73)	15.84	15.49
2020 for 2021	4.15	0.50	0.37	---	0.18	5.20	---	1.99	10.68	9.53	0.40	(1.80)	16.47	15.32
2019 for 2020	4.16	0.48	0.37	---	0.19	5.20	---	1.97	10.17	9.87	0.39	(1.89)	15.84	15.54
2018 for 2019	4.19	0.49	0.36	---	0.19	5.23	---	1.99	11.18	9.38	0.38	(1.93)	16.85	15.05
2017 for 2018	4.19	0.49	0.36	---	0.19	5.23	---	2.01	11.56	8.79	0.38	(1.94)	17.24	14.47
2016 for 2017	4.12	0.49	0.36	---	0.20	5.17	0.17	2.00	11.69	8.92	0.37	(1.80)	17.60	14.83
2015 for 2016	4.12	0.51	0.37	---	0.20	5.20	0.17	2.04	11.60	9.60	0.38	(1.87)	17.52	15.52
2014 for 2015	4.02	0.52	0.38	0.07	0.21	5.20	0.17	2.06	11.41	9.66	0.38	(1.66)	17.56	15.81
2013 for 2014	4.02	0.52	0.38	0.07	0.21	5.20	0.16	2.01	11.61	9.58	1.24	(1.68)	18.54	16.51

Source: Village Financial Services Department taxation records

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Ten Largest Assessed Valuations
Years 2022 and 2013

Name	Nature of Business	2022			2013		
		Assessed Valuation	Percentage of Total Assessed Valuation	Rank	Assessed Valuation	Percentage of Total Assessed Valuation	Rank
Kohl's Department Stores	Retail, corporate headquarters	\$ 49,139,300	0.96%	1	\$ 90,718,120	2.01%	1
CT Menomonee Falls LLC	Industrial	42,461,600	0.83%	2	---	---	
Fred the Junction LLC	Real Estate Ownership	40,700,900	0.80%	3	---	---	
Froedert & Medical College of Wisconsin	Health care provider	38,188,710	0.75%	4	---	---	
Harley-Davidson Motor Company	Motorcycle manufactor	31,521,600	0.62%	5	31,540,400	0.70%	3
Grace Commons Property LLC	Senior housing	28,635,480	0.56%	6	---	---	
Fred-Woodlands LLC	Real Estate Ownership	21,674,200	0.42%	7	---	---	
Starboard Jade DST	Real Estate Ownership	19,408,800	0.38%	8	---	---	
Burke Business Park LLC	Property development	17,864,400	0.35%	9	21,041,800	0.47%	6
Woodmans Food Market	Supermarket	16,384,560	0.32%	10	22,462,620	0.50%	5
NHMC Land LLC	Real estate	---	---		23,221,600	0.51%	4
Centerpoint Properties Trust	Property development	---	---		20,766,900	0.46%	7
Waste Management	Solid waste management	---	---		19,551,990	0.43%	9
Wells Fargo Financial	Investment advisory/management	---	---		18,086,710	0.40%	10
Super Excavators	Excavating	---	---		20,068,730	0.44%	8
HRH Acquisitions	Property management	---	---		39,517,700	0.87%	2
Total, ten largest taxpayers		305,979,550	5.99%		306,976,570	6.79%	
Total, other taxpayers		4,801,253,660	94.01%		4,212,114,390	93.21%	
Total assessed valuations		<u>\$ 5,107,233,210</u>	<u>100.00%</u>		<u>\$ 4,519,090,960</u>	<u>100.00%</u>	

Source: Village Department of Assessing

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Property Tax Levies and Collections
Last Ten Years

Levy Year	Taxes Levied	Collected Within the Year Levied for		Subsequent Collections	Totals Collected to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2022	\$ 23,359,800	\$ 2,748,837	11.77%	\$ ---	\$ 2,748,837	11.77%
2021	29,704,360	7,760,939	26.13%	21,943,421	29,704,360	100.00%
2020	28,884,568	7,190,369	24.89%	21,692,769	28,883,138	100.00%
2019	27,445,415	8,664,796	31.57%	18,777,556	27,442,352	99.99%
2018	30,256,414	6,418,732	21.21%	23,835,214	30,253,946	99.99%
2017	29,925,929	8,264,831	27.62%	21,659,359	29,924,190	99.99%
2016	28,355,892	11,315,400	39.90%	17,038,280	28,353,680	99.99%
2015	27,266,228	10,119,445	37.11%	17,144,475	27,263,920	99.99%
2014	26,885,382	7,153,462	26.61%	19,728,557	26,882,019	99.99%
2013	27,276,674	7,077,544	25.95%	20,195,884	27,273,428	99.99%

The Village contracts with Waukesha County to handle tax collections. The County makes the Village whole for all real estate taxes and handles collection on delinquencies. The Village is responsible for collecting delinquent personal property taxes.

Source: Statements of taxes, Village Clerk Services Department

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Ratio of Outstanding Debt By Type to Personal Income and Property Value
Last Ten Years

Year	Governmental Activities			Business Type Activities				Total Primary Government	Percentage of		Per Capita
	General Obligation Bonds & Notes	Bond/Note Anticipation Notes	Clean Water Fund Loans	Utility Mortgage Revenue Bonds	Clean Water Fund Loans	General Obligation Notes	Utility Mortgage Revenue BANS		Personal Income	Property Value	
2022	\$ 72,470,000	\$ ---	\$ ---	\$ ---	\$ 584,094	\$ 11,305,000	\$ ---	\$ 84,359,094	3.95%	1.22%	\$ 2,151
2021	71,342,951	---	---	---	692,355	11,095,000	---	83,130,306	4.10%	1.35%	2,111
2020	75,740,904	---	---	---	797,926	10,255,000	---	86,793,830	4.63%	1.54%	2,228
2019	79,418,857	---	---	---	915,604	10,085,000	---	90,419,461	5.04%	1.71%	2,319
2018	84,855,810	---	---	---	1,030,299	10,251,000	---	96,137,109	5.87%	1.89%	2,559
2017	89,851,673	---	---	---	1,142,089	10,243,090	---	101,236,852	6.72%	2.04%	2,706
2016	83,422,536	---	---	---	1,251,046	10,175,180	---	94,848,762	6.72%	2.01%	2,570
2015	85,656,905	---	---	---	1,422,408	10,143,764	---	97,223,077	7.29%	2.12%	2,706
2014	76,711,274	---	---	---	1,589,055	10,192,348	---	88,492,677	6.79%	1.97%	2,472
2013	88,294,068	---	---	---	1,751,118	10,345,932	---	100,391,118	7.89%	2.36%	2,811

Source: Annual Comprehensive Financial Reports

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Ratio of General Bonded Debt to Equalized Valuation and Debt Per Capita
Last Ten Years

Year	Gross Bonded Debt	Bonded Debt Supported by Revenues	Tax Obligation Bonded Debt			Ratio of Net Bonded Debt to Equalized Value	Net Bonded Debt Per Capita
			Gross	Designated Funds for Debt Service	Net		
2022	\$ 83,775,000	\$ 65,665,000	\$ 18,110,000	\$ 1,245	\$ 18,108,755	0.26%	\$ 462
2021	82,437,951	66,200,000	16,237,951	398,216	15,839,735	0.26%	402
2020	85,995,904	70,610,000	15,385,904	571,490	14,814,414	0.26%	380
2019	89,503,857	75,279,000	14,224,857	674,140	13,550,717	0.26%	347
2018	95,106,810	80,881,700	14,225,110	24,819	14,200,291	0.28%	378
2017	100,094,763	85,834,400	14,260,363	282,810	13,977,553	0.28%	374
2016	93,597,716	76,315,100	17,282,616	66,336	17,216,280	0.36%	466
2015	95,800,669	82,985,708	12,814,961	116,906	12,698,055	0.28%	353
2014	86,903,622	64,301,555	22,602,067	65,095	22,536,972	0.50%	630
2013	98,640,000	84,745,700	13,894,300	-	13,894,300	0.33%	389

Source: Annual Comprehensive Financial Reports

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Sewer Utility Revenue Bond Coverage
Last Ten Years

<u>Year</u>	<u>Operating Revenue</u>	<u>Operating Expenses (A)</u>	<u>Operating Income</u>	<u>Debt Service Requirements</u>			<u>Coverage (C)</u>
				<u>Principal (B)</u>	<u>Interest</u>	<u>Total</u>	
2022	\$ 10,256,750	\$ 8,999,894	\$ 1,256,856	\$ 108,261	\$ 16,255	\$ 124,516	10.0939
2021	10,041,123	8,954,092	1,087,031	105,571	18,979	124,550	8.7277
2020	10,258,643	8,901,991	1,356,652	117,678	21,854	139,532	9.7229
2019	10,293,557	9,437,047	856,510	114,695	24,874	139,569	6.1368
2018	9,649,492	9,485,092	164,400	111,790	27,817	139,607	1.1776
2017	9,188,751	9,307,387	(118,636)	108,957	30,687	139,644	(0.8496)
2016	9,083,014	8,053,443	1,029,571	171,362	37,871	209,233	4.9207
2015	9,673,484	8,900,342	773,142	166,647	43,153	209,800	3.6851
2014	9,285,340	8,754,564	530,776	162,063	43,958	206,021	2.5763
2013	8,720,703	8,745,565	(24,862)	249,495	49,943	299,438	(0.0830)

(A) Operating expenses before depreciation

(B) Debt service requirements are for the bond principal and interest due and paid during the year in question, including clean water fund loans, except as noted below.
Principal and interest do not include GO requirements

(C) Ratio of total funds available for debt service to total requirements

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Water Utility Revenue Bond Coverage
Last Ten Years

Year	Operating		Operating	Debt Service Requirements			Coverage				
	Revenue (A)	Expenses (B)		Income	Principal (D)	Interest (D)		Total			
2022	\$	9,237,423	\$	4,285,766	\$	4,951,657	\$	---	\$	---	---
2021		7,833,758		3,914,936		3,918,822		---		---	---
2020		7,954,248		3,974,698		3,979,550		---		---	---
2019		7,811,445		3,978,721		3,832,724		---		---	---
2018		7,647,073		3,739,819		3,907,254		---		---	---
2017		7,653,931		3,753,901		3,900,030		---		---	---
2016		7,530,118		3,696,551		3,833,567		---		---	---
2015		7,630,437		3,584,133		4,046,304		---		---	---
2014		6,936,849		3,594,305		3,342,544		---		---	---
2013		6,829,451		3,594,987		3,234,464	2,735,000	67,660	2,802,660		1.1541

Source: Annual Comprehensive Financial Reports

(A) Non-cash contributions are excluded

(B) Operating expenses before depreciation and tax equivalent paid to the Village

(C) Ratio of total funds available for debt service to total requirements

(D) Principal and interest do not include GO requirements

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Computation of Legal Debt Margin
December 31, 2022

Equalized value of real and personal property	\$ 6,939,272,100
Debt limit, five percent of equalized valuation	\$ 346,963,605
Total obligation bonds and notes applicable to debt limit at December 31, 2022	<u>(83,775,000) *</u>
Remaining legal debt margin	\$ <u>263,188,605</u>
* Includes:	
Water Utility portion of G.O. notes	\$ 10,670,000
Sewer Utility portion of G.O. notes	-
Storm Water Utility portion of G.O. notes	635,000

Historical Data					
Year		Limit	Debt to Limit	Legal Margin	Percentage of Legal Limit
2022	\$	346,963,605	\$ 83,775,000	\$ 263,188,605	24.15%
2021		307,512,330	82,437,951	225,074,379	26.81%
2020		281,051,070	85,995,904	195,055,166	30.60%
2019		264,496,480	89,503,857	174,992,623	33.84%
2018		254,872,900	95,106,810	159,766,090	37.32%
2017		248,132,370	100,094,763	148,037,607	40.34%
2016		236,418,890	93,597,716	142,821,174	39.59%
2015		229,152,680	95,800,669	133,352,011	41.81%
2014		224,693,740	86,903,622	137,790,118	38.68%
2013		212,250,680	98,640,000	113,610,680	46.47%

Source: Annual Comprehensive Financial Reports

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Computation of Direct and Overlapping Debt
December 31, 2022

	<u>Total Direct Debt</u>		<u>Applicable to Village Residents</u>
		<u>Percent</u>	<u>Amount</u>
Direct debt	\$ <u>83,775,000</u>	100.00%	\$ <u>83,775,000</u>
Overlapping Debt:			
Menomonee Falls School District	\$ 35,805,000	98.10%	\$ 35,124,705
Hamilton School District	49,150,000	33.70%	16,563,550
Waukesha County	81,944,000	8.90%	7,293,016
Waukesha County Technical College	<u>21,350,000</u>	8.70%	<u>1,857,450</u>
Total overlapping debt	<u>188,249,000</u>		<u>60,838,721</u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Village. This schedule estimates the portion of the outstanding debt of these overlapping governments that is borne by the Village residents through the taxes levied by these government agencies.

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Unemployment Rates (2)			Per-Capita Income (3)			Total Income Village of Menomonee Falls (4)
		Village of Menomonee Falls	Waukesha County	State of Wisconsin	Village of Menomonee Falls	Waukesha County	State of Wisconsin	
2022	39,213	2.4 %	2.5 %	2.9 %	\$ 54,400	\$ 53,200	\$ 35,100	\$ 2,133,187,200
2021	39,379	3.1	3.1	3.8	51,536	50,837	36,754	2,029,436,144
2020	38,948	5.7	5.6	6.3	48,101	47,806	34,450	1,873,437,748
2019	38,999	2.8	2.9	3.3	45,976	46,073	45,976	1,793,018,024
2018	37,574	2.5	2.7	3.0	43,604	44,301	32,018	1,638,376,696
2017	37,413	2.8	2.9	3.3	40,289	42,094	30,557	1,507,332,357
2016	36,907	3.4	3.4	3.9	38,219	40,174	29,253	1,410,548,633
2015	35,928	3.6	3.7	4.4	37,136	38,684	28,340	1,334,222,208
2014	35,798	4.3	4.4	5.3	36,386	38,151	27,907	1,302,546,028
2013	35,710	5.1	5.5	6.7	35,642	37,577	27,523	1,272,775,820

(1) Source: Department of Administration

(2) Source: Department of Workforce Development

(3) Source: U.S. Census Bureau (5-year analysis). 2022 figures are estimates.

(4) Estimated based on population and Village of Menomonee Falls per-capita income

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Principal Employers
Years 2022 and 2013

<u>Employer</u>	<u>Number of Employees</u>	
	<u>2022</u>	<u>2013</u>
Kohls Corporation	4,000	4,151
Froedtert Health (formerly Community Memorial Hospital)	3,000	1,327
Briggs & Stratton	1,300	---
Harley Davidson	950	1,000
Wells Fargo Financial	---	459
Menomonee Falls School District	625	640
Leonardo DRS	600	---
Arandell Schmidt	625	610
Wacker Neuson Corporation	550	450
Bradley Corporation	505	325
Alto-Schaam	500	340
FIS Management Services LLC (formerly Metavante)	---	900

Sources:

Employer list and related employee data from debt issuance Official Statement

Employment in 2013 obtained from HSE report as of February 2013 inquiries of employers

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Full-Time Equivalent Employees By Function
Last Ten Years

Function	Year									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General government and administration	25	25	23	26	26	24	25	25	35	33
Public Safety	139	137	127	128	127	132	137	133	95	96
Public Works	20	21	21	21	22	20	20	20	20	21
Culture and recreation	24	23	22	24	22	23	24	23	25	25
Conservation and Development	12	13	13	14	14	16	16	16	14	13
Sanitary Sewer	3	4	4	3	3	3	3	3	4	4
Water Utility	12	11	14	14	14	14	15	14	14	14
Storm Water Utility	---	---	---	---	---	---	---	---	1	1
Totals	<u>235</u>	<u>234</u>	<u>224</u>	<u>230</u>	<u>228</u>	<u>232</u>	<u>240</u>	<u>234</u>	<u>208</u>	<u>207</u>

Source: Financial Services Budget Documents

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Operating Indicators and Information about Capital Assets by Function/Department
Last Ten Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Government:										
Number of employees	25	25	23	26	26	24	25	25	35	33
Registered voters	27,350	26,468	27,565	24,470	25,327	24,038	26,373	23,888	24,735	24,083
Public Safety:										
Police:										
Number of stations	1	1	1	1	1	1	1	1	1	1
Number of employees	78	79	79	78	74	75	71	71	64	64
Crimes	1,147	1,018	771	829	885	986	1,022	1,027	991	905
Number of violations/enforcement	16,753	18,445	18,418	15,492	12,312	14,028	16,249	17,208	15,059	17,630
Accidents	700	580	580	807	788	764	789	763	765	717
Fire:										
Number of stations	3	4	5	5	5	5	5	5	4	4
Number of employees	61	58	49	50	54	56	55	50	18	20
Number of fires	79	90	78	55	57	64	55	69	54	64
Rescue and EMS	4,024	3,692	3,198	3,155	3,068	3,061	2,708	2,479	2,306	2,128
Hazardous conditions	138	139	117	107	108	149	99	100	106	83
Service call	523	536	659	701	579	408	390	371	296	239
Good intent call	420	379	316	348	317	298	122	102	71	80
False alarm and false call	345	301	288	338	328	304	269	245	206	198
*Dispatch:										
Number of employees	---	---	---	---	---	1	10	11	13	12
Number of event calls	33,511	37,406	39,823	38,861	36,211	30,349	42,425	44,058	40,881	40,059
Public Works:										
Number of employees	20	21	21	21	22	20	20	20	20	21
Miles of streets and roads-Village owned	223	221	220	219	215	215	215	211	209	208
Miles - All roads, State, County, Village	249	248	247	246	241	241	241	236	234	233

Source: Village departments

*- Dispatch was operated at the Village through January 2017. Therefore, the total employee count only represents full-time equivalent employees for one month's time. Waukesha County now provides the Village dispatch services. The number of event calls is not comparable to prior years due to the County's way of tracking calls differs from prior years tracking at the Village.

See independent auditors' report.

VILLAGE OF MENOMONEE FALLS
Waukesha County, Wisconsin

Operating Indicators and Information about Capital Assets by Function/Department
Last Ten Years
(Continued)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Culture and recreation:										
Library:										
Number of employees	19	19	18	19	19	19	19	19	19	19
Volumes	133,784	129,898	124,430	134,220	135,950	134,457	136,261	134,864	137,946	139,932
E-Volumes *	250,662	243,728	219,464	215,761	207,446	250,476	189,525	174,660	152,975	103,097
Circulation	356,515	317,117	230,812	365,556	352,900	343,176	337,449	337,449	348,902	362,733
E-Circulation	63,794	60,862	58,659	46,953	38,510	30,077	21,702	21,702	16,996	12,184
Parks:										
Number of employees	5	4	4	5	3	4	5	6	6	6
Number of parks	23	22	22	22	22	22	22	16	16	16
Acres of parkland - Village owned	897	814	814	814	814	814	814	1,165	1,165	1,165
Acres of parkland - County owned	458	458	458	458	458	458	458	321	321	321
Conservation and Development:										
Number of employees	12	13	13	14	14	16	16	16	14	13
Number of permits issued	736	736	879	934	855	951	904	886	865	861
Permit value	164,630,000	114,250,000	123,470,000	120,920,000	133,060,000	101,610,000	117,580,000	153,331,749	113,616,135	60,212,119
Water Utility:										
Number of employees	12	11	14	14	14	14	15	14	14	14
Number of customers	12,880	12,843	12,727	12,587	12,429	12,348	12,223	12,122	12,046	11,985
Gallons pumped annually (in thousands)	1,266,744	1,244,605	1,232,529	1,289,082	1,197,849	1,219,158	1,266,342	1,274,354	1,251,716	1,220,082
Number of water towers/reservoirs	9	9	9	9	9	9	9	9	9	9
Number of wells	5	7	7	7	7	7	7	7	7	7
Number of hydrants	3,100	3,075	3,009	3,009	2,984	2,923	2,896	2,868	2,818	2,804
Miles of mains	242	240	237	236	234	233	230	226	225	221
Sewer Utility:										
Number of employees	3	4	4	3	3	3	3	3	4	4
Number of customers	13,256	13,122	12,986	12,849	12,704	12,592	12,467	12,366	12,292	12,243
Gallons pumped annually (in thousands)	830,971	837,997	837,523	847,954	843,470	856,184	847,902	836,712	825,492	839,355
Number of lift stations	9	9	9	9	9	10	10	11	11	11
Miles of main	226	225	223	220	220	219	217	217	217	215
Storm Water Utility:										
Number of employees	---	---	---	---	---	---	---	---	1	1
Number of retention basins	36	35	31	22	21	14	13	13	13	10
Miles of storm main	140	139	135	133	131	131	130	125	124	122

Source: Village departments

In 2019 switched to GIS system data (2018 and prior figures restated with GIS data)

* - E-volumes consist of electronic material such as Kindle books. E-materials are leased by the Library. Information available from 2012 to current.

See independent auditors' report.