

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

Year Ended December 31, 2016

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**TOWN OF WASCOTT, WISCONSIN
CHAIRMAN AND SUPERVISORS**

ELECTED OFFICIALS

		Term Expires
Jim Boughner	Chairman	4/2017
Bob Fritzke	Supervisor	4/2017
Doug Hanson	Supervisor	4/2018
Jan Newsome	Supervisor	4/2017
Bill Stapp	Supervisor	4/2018

EX OFFICIO

Jeannette Atkinson	Clerk/Treasurer Elected
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INDEPENDENT AUDITOR'S REPORT

To the Town Board
Town of Wascott
Douglas County, Wisconsin

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of the Town of Wascott, Wisconsin, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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 error or fraud.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the modified cash basis financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of governmental activities and each major fund of the Town of Wascott, Wisconsin, as of December 31, 2016, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Wascott, Wisconsin's basic financial statements. The budgetary comparison information on page 16, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subject to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Carlson Highland & Co., LLP

Amery, Wisconsin
March 9, 2017

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES AND NET POSITION-MODIFIED CASH BASIS
For the Year Ended December 31, 2016

<u>Functions/Programs</u>	<u>Cash</u> <u>Disbursements</u>	<u>Program Cash Receipts and Sources</u>		<u>Net Cash</u> <u>(Disbursements)</u> <u>Receipts and</u> <u>Changes in</u> <u>Net Position</u>
		<u>Fees, Fines</u> <u>and Charges</u> <u>for Services</u>	<u>Operating</u> <u>Grants and</u> <u>Contributions</u>	
Governmental Activities				
General government	\$ 216,123	\$ 6,109	\$ -	\$ (210,014)
Public safety	191,506	-	31,302	(160,204)
Highways and streets	665,881	-	443,769	(222,112)
Sanitation	69,984	-	-	(69,984)
Health and human services	8,940	1,125	2,200	(5,615)
Culture, recreation, and education	20,400	50	525	(19,825)
Conservation and development	9,347	-	2,413	(6,934)
Capital outlay	85,307	-	-	(85,307)
Principal	73,224	-	-	(73,224)
Interest	13,240	-	-	(13,240)
Miscellaneous	12,216	-	-	(12,216)
	<u>\$ 1,366,168</u>	<u>\$ 7,284</u>	<u>\$ 480,209</u>	<u>(878,675)</u>
General Revenues				
Taxes				
Property taxes, levied for general purposes				712,587
Intergovernmental, not restricted to specific programs				162,064
Interest and investment earnings				2,549
Other sources				20,223
Total General Revenues				<u>897,423</u>
CHANGE IN NET POSITION				18,748
NET POSITION - BEGINNING				<u>681,138</u>
NET POSITION - ENDING				<u>\$ 699,886</u>
Assets				
Cash				\$ 359,425
Investments - LGIP				588,965
Less Advanced Property Taxes				(244,834)
Less Payroll Taxes Due				(3,670)
Total Assets				<u>\$ 699,886</u>
Net Position				
Restricted				\$ 113,846
Unrestricted				586,040
Total Net Position				<u>\$ 699,886</u>

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

TOWN OF WASCOTT
STATEMENT OF MODIFIED CASH BASIS ASSETS AND FUND BALANCES
AND REVENUES RECEIVED, EXPENDITURES PAID AND CHANGES IN
MODIFIED CASH BASIS FUND BALANCES - GOVERNMENTAL FUNDS
For the Year Ended December 31, 2016

	General Fund
REVENUES	
Property taxes	\$ 712,587
Intergovernmental	
State transportation aids	443,769
State grants and aids	14,822
County grants	68,209
Other state payments	91,136
Licenses and permits	5,609
Public charges for services	1,675
Interest income	2,549
Donations	19,337
Miscellaneous	25,223
Total Revenues	<u>1,384,916</u>
EXPENDITURES	
Current	
General government	216,123
Public safety	191,506
Highways and streets	665,881
Sanitation	69,984
Health and human services	8,940
Culture, recreation, and education	20,400
Conservation and development	9,347
Capital outlay	85,307
Miscellaneous	12,216
Debt service	
Principal	73,224
Interest	13,240
Total Expenditures	<u>1,366,168</u>
REVENUES OVER EXPENDITURES	18,748
CASH FUND BALANCES - BEGINNING	<u>681,138</u>
CASH FUND BALANCES - ENDING	<u><u>\$ 699,886</u></u>
CASH BASIS ASSETS	
Checking	\$ 286,680
Money Markets	72,745
Local Government Investment Pool	588,965
Less Advanced Property Taxes	(244,834)
Less Payroll Taxes Due	(3,670)
TOTAL CASH FUND BALANCES	<u><u>\$ 699,886</u></u>

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

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Wascott have been prepared on the modified cash basis of accounting, which is another comprehensive basis of accounting (OCBOA) other than generally accepted accounting principles. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of significant accounting policies followed in the preparation of these financial statements:

Reporting Entity

The Town is located in Douglas County, Wisconsin and is incorporated under the provisions of the State of Wisconsin. The Town operates under an elected Board form of government and provides the following services as authorized by its charter: public safety, public works, health and human services, conservation and development, and general administrative services. The Town chair and four supervisors are elected by the voters of the Town. The Town has defined the reporting entity for this financial statement as a general fund.

The Town has no component units and is not included as a component unit in any other government's financial statements.

Government-Wide and Fund Financial Statements

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

Government-Wide Financial Statements

The combined statement of activities and net position – modified cash basis, presents financial information about the Town's governmental activities. The Town had no business-type activities for the reporting year. This statement includes the financial activities of the overall government in its entirety, except those that are fiduciary. The statement of activities demonstrates the degree to which direct expenditures of a given function or segment are offset by program receipts. Direct expenditures are those that are clearly identifiable with a specific function or segment. Program receipts include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not included among program receipts are reported as general revenues.

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements

The accounts of the Town are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts, which are comprised of each fund's cash, fund equity, receipts, and disbursements. The fund type used by the Town is described below:

General Fund – accounts for the Town's primary operating activities. It is used to account for all financial resources and transactions except those required to be accounted for in another fund. The general fund is always considered a major fund.

Basis of Accounting

The financial statements of the Town have been prepared on the modified cash basis of accounting. Accordingly, revenues and expenditures are recognized only as cash is received or disbursed and receivables, inventories, prepaid expenses, accrued expenses, and vouchers payable are not reflected in the financial statements. Purchases of property and equipment are recorded as disbursements when paid.

Budgets

An operating budget is adopted each fiscal year for the general fund on the same cash basis used to reflect actual cash receipts and disbursements. Budgeted amounts are as originally adopted or as amended by the Town Board.

Budgeted expenditure appropriations lapse at year-end. Spending control is established by the amount of expenditures budgeted for the fund, but management control is exercised at budgetary line item levels.

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Temporary Investments (Including Cash Equivalents)

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from date of acquisition.

Investments of the Town funds are restricted by state statutes. Available investments are limited to:

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

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

Capital Assets

The Town records capital assets as disbursements at the time of their purchase. Fixed assets and infrastructure are not capitalized by the Town, since it uses the modified cash basis of accounting. Also, under the modified cash basis, no depreciation on these fixed assets is recorded.

Long-Term Obligations

The Town uses the modified cash basis of accounting, and therefore, principal payments are reported as expenses in the statement of activities and no liability is reported on the statement of net position.

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash Fund Balance/Net Position

Financial Statements

Governmental activities equity is classified as net position. The Town classifies net position as follows:

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 less and unspent debt proceeds.

Restricted – consists of net position with constraints placed on their use either by external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or by law through constitutional provisions or enabling legislation.

Unrestricted – represents resources available to meet current and future years' expenditures.

The Town has not adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. When a policy does not specify the spend-down policy, GASB Statement No. 54 indicates that restricted funds would be spent first, then unrestricted funds as needed.

Property Taxes

Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Real estate property taxes are payable in full on or before January 31 or, alternatively, if over \$100 can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes are payable on or before January 31st or, alternatively, can be paid in installments with the first installment payable on or before January 31st and the balance payable on or before July 31st. Special assessments, special charges and special taxes placed on the tax roll are payable in full on or before January 31. To obtain efficiency and improve effectiveness in the collection process, the Douglas County Treasurer collects taxes for all purposes on properties within the Town throughout the whole year. Taxes collected by the County are remitted to the Town Clerk Treasurer. Settlement with other taxing entities is made on or about February 15. In August, the County remits to the Clerk-Treasurer in full the Town's outstanding real estate taxes due.

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, information about the fiduciary net position of the Wisconsin Retirement System (WRS) and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by WRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Date of Management’s Review

Management has evaluated subsequent events through March 9, 2017, the date on which the financial statements were available to be issued.

NOTE 2 – DEPOSITS AND INVESTMENTS

The carrying amount of the Town’s cash and investment balances as shown in the financial statements are as follows:

National Bank of Commerce	\$ 359,425
State of WI Local Government Investment Pool	588,965
TOTAL	<u>\$ 948,390</u>

The Town’s balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and unlimited coverage for all non-interest bearing transaction accounts (including all demand accounts earning less than 0.5% interest as long as the depository institution has opted out of the FDIC’s Temporary Liquidity Guarantee Program). In addition, funds held for others (such as trust funds) are subject to coverage under the name of the party for whom the funds are held. Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) The Town has invested in the Wisconsin Local Government Investment Pool, which is insured against defaults in principal payments by Financial Security Assurance Incorporated.

Custodial credit risk is the risk that in the event of failure, the Town’s deposits may not be returned. At December 31, 2016, the Town’s deposits were not exposed to custodial credit risk.

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 3 – LONG-TERM DEBT

Long-term obligations activity is as follows:

	Balance			Balance	Due Within
	12/31/2015	Issuance	Payments	12/31/2016	One Year
Loans					
Commissioners of Public Lands					
Fire Pumper Truck	\$ 140,015	\$ -	\$ 12,380	\$ 127,635	\$ 14,102
Refinance BCPL Loan #2008016	67,859	-	33,447	34,412	34,411
Refinance BCPL Loan #2009253	43,241	-	10,354	32,887	10,640
Ambulance	78,072	-	-	78,072	6,976
CAT Financial	130,694	-	17,043	113,651	17,669
TOTAL	\$ 459,881	\$ -	\$ 73,224	\$ 386,657	\$ 83,798

The loans with Board of Commissioners of Public Lands are secured by public safety equipment. The interest rates range from 3.00% to 3.50%. The maturity dates of the loans range from March 15, 2017 thru March 15, 2025.

The loan with Cat Financial is secured by a wheel loader. The interest rate is 2.75%. The maturity date is March 2, 2022.

The annual debt service requirements to maturity for long-term debt outstanding are as follows:

	Principal	Interest
Years Ending December 31,		
2017	\$ 83,798	\$ 12,901
2018	51,640	9,616
2019	53,241	8,015
2020	43,253	6,376
2021	44,620	5,009
2022-2025	110,105	7,372
TOTAL	\$ 386,657	\$ 49,289

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 3 – LONG-TERM DEBT (Continued)

Legal Debt Limit

The Wisconsin State Statutes Chapter 67.03 provides that the amount of indebtedness of the Town of Wascott not exceed 5% of the equalized valuation of the taxable property in the Town of Wascott.

The following computation shows the total debt allowable for the Town of Wascott:

	Amount
Equalized value at December 31, 2016	\$ 276,755,800
Legal debt margin percentage	5%
	13,837,790
Indebtedness applicable to debt limit	386,657
Legal debt margin	\$ 13,451,133

NOTE 4 – ADVANCE TAX COLLECTIONS

At December 31, 2016, the Clerk-Treasurer was holding deposits resulting from tax collections of \$244,834 related to the subsequent year tax levy. In January 2017, this will be paid to the county, public schools, vocational school, and state governments based on the levy apportionment. The Town's share will become part of the bank balance.

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 5 – NET POSITION

Governmental activities net position reported on the government-wide statement of activities and net position–modified cash basis includes the following:

Restricted funds		
Fire Department Donations	\$ 72,745	
Veterans Memorial Donation	2,854	
Smith Bridge Monies	2,600	
Highway Monies-Bass Lake Road	28,620	
Fire Department Monies-AEDs	5,000	
Cemetery Monies (Veterans Memorial)	1,102	
Wascott Historical Park Monies	<u>925</u>	\$ 113,846
Unassigned		<u>586,040</u>
TOTAL NET POSITION		<u>\$ 699,886</u>

The fire department donations will be used for purchases of vehicle equipment, gear and emergency medical equipment. The veterans memorial donations will be used for a monument, granite stone tablet, garden benches, flag pole and lighting, flags, concrete garden boxes and wrought iron fencing.

NOTE 6 – EMPLOYEES’ RETIREMENT SYSTEM

A. Plan description

The WRS is a cost-sharing multiple-employer defined benefit pension plan. WRS benefits and other plan provisions are established by Chapter 40 of the Wisconsin Statutes. Benefit terms may only be modified by the legislature. The retirement system is administered by the Wisconsin Department of Employee Trust Funds (ETF). The system provides coverage to all eligible State of Wisconsin, local government, and other public employees. All employees, initially employed by a participating WRS employer on or after July 1, 2011, and expected to work at least 1200 hours a year (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.

B. 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.

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016**

NOTE 6 – EMPLOYEES’ RETIREMENT SYSTEM (Continued)

C. Benefits provided

Employees who retire at or after age 65 (54 for protective occupation employees, 62 for elected officials and State executive participants) are entitled to receive an unreduced retirement benefit. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor.

Final average earnings is the average of the participant’s three highest years’ earnings. Creditable service is the creditable current and prior service expressed in years or decimal equivalents of partial years for which a participant receives earnings and makes contributions as required. The formula factor is a standard percentage based on employment category.

Employees may retire at age 55 (50 for protective occupation employees) and receive reduced benefits. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and forfeit all rights to any subsequent benefits.

The WRS also provides death and disability benefits for employees.

D. Post-Retirement Adjustments

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

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2006	0.8	3
2007	3.0	10
2008	6.6	0
2009	(2.1)	(42)
2010	(1.3)	(22)
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016**

NOTE 6 – EMPLOYEES’ RETIREMENT SYSTEM (Continued)

E. Contributions

Required contributions are determined by an annual actuarial valuation in accordance with Chapter 40 of the Wisconsin Statutes. The employee required contribution is one-half of the actuarially determined contribution rate for general category employees, including teachers, and Executives and Elected Officials. Required contributions for protective employees are the same rate as general employees. Employers are required to contribute the remainder of the actuarially determined contribution rate. The employer may not pay the employee required contribution unless provided for by an existing collective bargaining agreement.

The Town’s contributions to the Wisconsin Retirement System for the years ending December 31, 2016, 2015, and 2014 were \$13,582, \$14,819, and \$15,353, respectively.

Contribution rates are as follows:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (including teachers)	6.6%	6.6%
Executives and elected officials	7.8%	7.8%
Protective with Social Security	6.6%	9.4%
Protective without Social Security	6.6%	13.2%

The WRS issues financial statements available at <http://legis.wisconsin.gov/lab/>.

NOTE 7 – RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; job-related illnesses or injuries to employees; and natural disasters. All these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There has been no reduction in insurance coverage from that in prior years.

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2016

NOTE 8 – JOINT VENTURES

Station Gordon/Wascott Transfer – The Town, in conjunction with the Town of Gordon, established a joint garbage and waste collection site. The transfer station is located within the Town of Gordon. The board members from both Towns are responsible for the administration of the operation of the transfer station. All actions taken concerning the waste collection site must be passed by majority vote with each Town to have a total of 3 votes. The current 10-year agreement expires February 3, 2020. The purpose of the mutual agreement is to bring to their respective taxpayers and residents the most efficient and cost effective garbage and waste collection system.

Gordon/Wascott Emergency Management System – The Town, in conjunction with the Town of Gordon, established an ambulance service. The operation of the ambulance service shall be governed by a commission consisting of one Supervisor appointed by and from each Town, the ambulance service director, the assistant ambulance service director, and the ambulance service secretary. The towns shall be equally responsible for the operation and maintenance of the ambulance service.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF WASCOTT
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
GENERAL FUND

For the Year Ended December 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property taxes	\$ 716,856	\$ 716,856	\$ 712,587	(4,269)
State grants and aids	50,345	50,345	14,822	(35,523)
State transportation aids	443,769	443,769	443,769	-
County grants	52,000	52,000	68,209	16,209
Other state payments	27,909	27,909	91,136	63,227
Licenses and permits	3,630	3,630	5,609	1,979
Public charges for services	1,800	1,800	1,675	(125)
Interest income	800	800	2,549	1,749
Donations	10,500	15,500	19,337	3,837
Miscellaneous	1,500	1,500	25,223	23,723
	<u>1,309,109</u>	<u>1,314,109</u>	<u>1,384,916</u>	<u>70,807</u>
EXPENDITURES				
General government	212,859	213,484	216,123	2,639
Public safety	203,320	197,758	191,506	(6,252)
Highways and streets	703,857	703,232	665,881	(37,351)
Sanitation	64,000	64,000	69,984	5,984
Health and human services	4,280	8,940	8,940	-
Culture, recreation, and education	23,150	34,234	20,400	(13,834)
Conservation and development	10,895	10,895	9,347	(1,548)
Capital outlay	-	99,165	85,307	(13,858)
Miscellaneous expenses	300	12,225	12,216	(9)
Debt service				
Principal	73,327	73,343	73,224	(119)
Interest	13,121	13,121	13,240	119
	<u>1,309,109</u>	<u>1,430,397</u>	<u>1,366,168</u>	<u>(64,229)</u>
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	-	(116,288)	18,748	135,036
Restricted Funds and Transfer Applied to Budget	<u>-</u>	<u>116,288</u>	<u>-</u>	<u>(116,288)</u>
Net Change in Cash Fund Balances	-	-	18,748	18,748
CASH FUND BALANCES - BEGINNING	<u>681,138</u>	<u>681,138</u>	<u>681,138</u>	<u>-</u>
CASH FUND BALANCES - ENDING	<u>\$ 681,138</u>	<u>\$ 681,138</u>	<u>\$ 699,886</u>	<u>\$ 18,748</u>