

CITY OF DE PERE, WISCONSIN
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2024



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INDEPENDENT AUDITORS' REPORT

City Council
City of De Pere, Wisconsin

Report on the Audit of the Financial Statements

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 City of De Pere, Wisconsin (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise City of De Pere'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 City, as of December 31, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 City 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.

Emphasis of Matters

As described in Note 1.G. to the financial statements, effective January 1, 2024, the City adopted new accounting guidance for accounting changes. The guidance requires that changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period. Our opinions are not modified with respect to this matter.

As described in Note 4.E., the County recorded a prior period adjustment to decrease accrued liabilities and increase fund balance by \$578,390 in the General Fund. Our opinions are not modified with respect to this matter.

As discussed in Note 4.F. to the financial statements, effective January 1, 2024, the County adopted new accounting guidance for compensated absences. The guidance requires that the changes to or within the financial reporting entity be reported by adjusting adjusted beginning balances of the current period. 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 the 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 City'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 GAAS and *Government 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 GAAS and *Government 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 City'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 City'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 schedules relating to pensions and other postemployment benefits on pages 76 through 78 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 GAAS, 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.

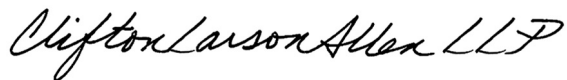
Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The financial information listed in the table of contents as supplementary information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal and state awards as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and the *State Single Audit Guidelines*, issued by the Wisconsin Department of Administration are also 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 basic 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 GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 8, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Green Bay, Wisconsin
July 8, 2025

BASIC FINANCIAL STATEMENTS

**CITY OF DE PERE, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2024**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 32,191,210	\$ 3,715,460	\$ 35,906,670
Receivables:			
Taxes and Special Charges	16,813,750	-	16,813,750
Delinquent Taxes	8,176	-	8,176
Accounts	2,191,888	5,427,886	7,619,774
Special Assessments	1,967,159	-	1,967,159
Loans	5,678	-	5,678
Other	-	347,890	347,890
Leases	-	419,052	419,052
Internal Balances	1,940,747	(1,940,747)	-
Due from Other Governments	-	437,044	437,044
Inventories and Prepaid Items	218,583	26,714	245,297
Restricted Assets:			
Cash and Investments	-	150,000	150,000
Lease Receivable	21,076	-	21,076
Capital Assets, Nondepreciable	17,297,522	53,207	17,350,729
Capital Assets, Depreciable	77,012,022	74,436,993	151,449,015
Total Assets	149,667,811	83,073,499	232,741,310
DEFERRED OUTFLOWS OF RESOURCES			
Pension Related Amounts	12,493,770	1,295,041	13,788,811
Other Postemployment Related Amounts	692,812	60,644	753,456
Total Deferred Outflows of Resources	13,186,582	1,355,685	14,542,267
LIABILITIES			
Accounts Payable	2,271,849	987,947	3,259,796
Accrued and Other Current Liabilities	1,192,924	81,565	1,274,489
Due to Other Governments	3,929	-	3,929
Accrued Interest Payable	667,316	2,842	670,158
Special Deposits	64,032	-	64,032
Unearned Revenues	130,670	-	130,670
Long-Term Obligations:			
Due Within One Year	7,700,300	223,587	7,923,887
Due in More Than One Year	56,474,885	292,231	56,767,116
Net Pension Liability	1,395,854	144,905	1,540,759
Other Postemployment Benefits	1,888,048	160,067	2,048,115
Total Liabilities	71,789,807	1,893,144	73,682,951
DEFERRED INFLOWS OF RESOURCES			
Property Taxes Levied for Subsequent Year	22,998,602	-	22,998,602
Lease Related Amounts	21,076	419,052	440,128
Pension Related Amounts	7,501,586	778,749	8,280,335
Other Postemployment Related Amounts	951,483	82,523	1,034,006
Total Deferred Inflows of Resources	31,472,747	1,280,324	32,753,071
NET POSITION			
Net Investment in Capital Assets	52,008,498	74,019,971	126,028,469
Restricted:			
Debt Service	1,478,589	-	1,478,589
Capital Project - TIDs	10,232,251	-	10,232,251
Equipment Replacement	-	150,000	150,000
Property Tax Relief and Economic Development	60,516	-	60,516
Development Loans	877,581	-	877,581
Recreation Scholarship	51,502	-	51,502
Housing	1,937,465	-	1,937,465
Park Land Acquisition	135,495	-	135,495
Sick Leave Escrow	578,390	-	578,390
Unrestricted	(7,768,448)	7,085,745	(682,703)
Total Net Position	\$ 59,591,839	\$ 81,255,716	\$ 140,847,555

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 290,034	\$ 423,510	\$ -	\$ -
Public Safety	12,546,289	2,741,183	177,984	-
Public Works	8,013,680	1,029,895	1,394,462	3,212,712
Sanitation	976,512	-	202,331	-
Health and Human Services	909,523	525	66,536	-
Culture and Recreation	5,037,666	987,831	251	-
Conservation and Development	4,679,666	51,701	-	1,962,096
Interest and Fiscal Charges	1,596,091	-	-	-
Total Governmental Activities	34,049,461	5,234,645	1,841,564	5,174,808
Business-Type Activities:				
Water Utility	6,371,473	7,677,870	-	544,052
Wastewater Collection	9,316,339	10,689,380	-	340,518
Stormwater Utility	2,026,387	2,743,728	-	360,211
Total Business-Type Activities	17,714,199	21,110,978	-	1,244,781
Total	<u>\$ 51,763,660</u>	<u>\$ 26,345,623</u>	<u>\$ 1,841,564</u>	<u>\$ 6,419,589</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS			
Governmental Activities:			
General Government	\$ 133,476	\$ -	\$ 133,476
Public Safety	(9,627,122)	-	(9,627,122)
Public Works	(2,376,611)	-	(2,376,611)
Sanitation	(774,181)	-	(774,181)
Health and Human Services	(842,462)	-	(842,462)
Culture and Recreation	(4,049,584)	-	(4,049,584)
Conservation and Development	(2,665,869)	-	(2,665,869)
Interest and Fiscal Charges	(1,596,091)	-	(1,596,091)
Total Governmental Activities	(21,798,444)	-	(21,798,444)
Business-Type Activities:			
Water Utility	-	1,850,449	1,850,449
Wastewater Collection	-	1,713,559	1,713,559
Stormwater Utility	-	1,077,552	1,077,552
Total Business-Type Activities	-	4,641,560	4,641,560
Total	(21,798,444)	4,641,560	(17,156,884)
GENERAL REVENUES AND TRANSFERS			
Taxes:			
Property Taxes	16,513,123	-	16,513,123
Tax Increments	4,910,625	-	4,910,625
Sales Tax	3,416	-	3,416
Other Taxes	221,326	-	221,326
Federal and State Grants and Other			
Contributions not Restricted to			
Specific Functions	4,614,582	-	4,614,582
Interest and Investment Earnings	2,176,016	28,454	2,204,470
Miscellaneous	1,321,155	500	1,321,655
Gain on Sale of Asset	401,552	-	401,552
Transfers	732,574	(732,574)	-
Total General Revenues and Transfers	30,894,369	(703,620)	30,190,749
CHANGE IN NET POSITION	9,095,925	3,937,940	13,033,865
Net Position - January 1, as Originally Presented	49,553,047	77,317,776	126,870,823
Cumulative Effect of Change in Accounting Principle	942,867	-	942,867
Restated Net Position - Beginning of Year	50,495,914	77,317,776	127,813,690
NET POSITION - END OF YEAR	<u>\$ 59,591,839</u>	<u>\$ 81,255,716</u>	<u>\$ 140,847,555</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2024**

	General	Debt Service	Public Improvements	Capital Equipment
ASSETS				
Cash and Investments	\$ 17,536,847	\$ 2,145,905	\$ 3,755,447	\$ 1,249,119
Receivables:				
Taxes and Special Charges	4,633,298	4,757,123	941,276	-
Delinquent Taxes	8,176	-	-	-
Accounts	637,071	-	1,533,597	5,617
Special Assessments	110,380	-	558,123	-
Loans	-	-	-	-
Leases	21,076	-	-	-
Due from Other Funds	792,151	-	-	-
Advance to Other Funds	2,027,821	-	-	-
Inventories and Prepaid Items	218,583	-	-	-
	<u>25,985,403</u>	<u>6,903,028</u>	<u>6,788,443</u>	<u>1,254,736</u>
Total Assets	<u>\$ 25,985,403</u>	<u>\$ 6,903,028</u>	<u>\$ 6,788,443</u>	<u>\$ 1,254,736</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 281,182	\$ -	\$ 1,505,338	\$ 115,151
Accrued and Other Current Liabilities	1,174,481	-	-	-
Due to Other Funds	-	-	-	-
Due to Other Governments	3,929	-	-	-
Special Deposits	64,032	-	-	-
Unearned Revenues	-	-	-	-
Total Liabilities	<u>1,523,624</u>	<u>-</u>	<u>1,505,338</u>	<u>115,151</u>
Deferred Inflows of Resources:				
Property Taxes Levied for Subsequent Year	10,818,150	4,757,123	941,276	-
Loans Receivable	-	-	-	-
Special Assessments	-	-	558,123	-
Lease Related Amounts	21,076	-	-	-
Total Deferred Inflows of Resources	<u>10,839,226</u>	<u>4,757,123</u>	<u>1,499,399</u>	<u>-</u>
Fund Balances:				
Nonspendable	3,103,653	-	-	-
Restricted	690,408	2,145,905	-	-
Committed	485,460	-	3,783,706	1,139,585
Unassigned	9,343,032	-	-	-
Total Fund Balances	<u>13,622,553</u>	<u>2,145,905</u>	<u>3,783,706</u>	<u>1,139,585</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 25,985,403</u>	<u>\$ 6,903,028</u>	<u>\$ 6,788,443</u>	<u>\$ 1,254,736</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

	TID No. 7	Other Governmental Funds	Total
ASSETS			
Cash and Investments	\$ -	\$ 6,714,318	\$ 31,401,636
Receivables:			
Taxes and Special Charges	184,590	6,297,463	16,813,750
Delinquent Taxes	-	-	8,176
Accounts	-	15,603	2,191,888
Special Assessments	-	1,298,656	1,967,159
Loans	-	5,678	5,678
Leases	-	-	21,076
Due from Other Funds	-	7,846,136	8,638,287
Advance to Other Funds	-	-	2,027,821
Inventories and Prepaid Items	-	-	218,583
	<u>-</u>	<u>-</u>	<u>218,583</u>
Total Assets	<u>\$ 184,590</u>	<u>\$ 22,177,854</u>	<u>\$ 63,294,054</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ -	\$ 230,261	\$ 2,131,932
Accrued and Other Current Liabilities	-	16,035	1,190,516
Due to Other Funds	5,286,471	3,351,816	8,638,287
Due to Other Governments	-	-	3,929
Special Deposits	-	-	64,032
Unearned Revenues	-	130,670	130,670
Total Liabilities	<u>5,286,471</u>	<u>3,728,782</u>	<u>12,159,366</u>
Deferred Inflows of Resources:			
Property Taxes Levied for Subsequent Year	184,590	6,297,463	22,998,602
Loans Receivable	-	5,678	5,678
Special Assessments	-	1,298,656	1,856,779
Lease Related Amounts	-	-	21,076
Total Deferred Inflows of Resources	<u>184,590</u>	<u>7,601,797</u>	<u>24,882,135</u>
Fund Balances:			
Nonspendable	-	-	3,103,653
Restricted	-	13,448,419	16,284,732
Committed	-	740,852	6,149,603
Unassigned	(5,286,471)	(3,341,996)	714,565
Total Fund Balances	<u>(5,286,471)</u>	<u>10,847,275</u>	<u>26,252,553</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 184,590</u>	<u>\$ 22,177,854</u>	<u>\$ 63,294,054</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

RECONCILIATION TO THE STATEMENT OF NET POSITION

Total Fund Balances as Shown on Previous Page \$ 26,252,553

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. 94,309,544

Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds. 1,862,457

Net position of the internal service fund is reported in the Statement of Net Position as governmental activities 560,175

Some deferred outflows and inflows of resources reflect changes in long-term liabilities and are not reported in the funds.

Deferred Outflows Related to Pensions	12,493,770
Deferred Inflows Related to Pensions	(7,501,586)
Deferred Outflows Related to Other Postemployment Benefits	692,812
Deferred Inflows Related to Other Postemployment Benefits	(951,483)

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Bonds and Notes Payable	(60,010,000)
Lease Liability	(26,817)
Premium on Debt	(2,393,075)
Compensated Absences	(1,745,293)
Net Pension Liability	(1,395,854)
Other Postemployment Benefit	(1,888,048)
Accrued Interest on Long-Term Obligations	<u>(667,316)</u>

Net Position of Governmental Activities as Reported on the Statement of Net Position \$ 59,591,839

CITY OF DE PERE, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024

	General	Debt Service	Public Improvements	Capital Equipment
REVENUES				
Taxes	\$ 10,497,784	\$ 4,239,593	\$ 941,276	\$ -
Special Assessments	-	-	6,537,799	-
Intergovernmental	4,443,851	-	-	14,617
Licenses and Permits	1,029,758	-	-	-
Fines and Forfeits	219,176	-	-	-
Public Charges for Services	2,402,348	-	-	-
Intergovernmental Charges for Services	1,719,015	-	-	-
Miscellaneous	2,860,366	-	-	546,647
Total Revenues	23,172,298	4,239,593	7,479,075	561,264
EXPENDITURES				
Current:				
General Government	2,483,481	-	-	245,019
Public Safety	11,486,886	-	-	1,509,540
Public Works	2,141,291	-	-	2,371,831
Sanitation	973,570	-	-	-
Health and Human Services	841,159	-	-	-
Culture and Recreation	4,220,430	-	-	536,942
Conservation and Development	502,126	-	-	-
Debt Service:				
Principal	-	6,725,000	-	-
Interest and Fiscal Charges	-	2,015,718	-	-
Capital Outlay	-	-	4,778,654	158,503
Total Expenditures	22,648,943	8,740,718	4,778,654	4,821,835
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	523,355	(4,501,125)	2,700,421	(4,260,571)
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	-	2,768,020	2,976,980
Premium on Debt Issued	-	554,723	-	-
Proceeds from Sale of Capital Assets	-	-	-	70,100
Transfers In	1,019,254	3,810,097	497,962	-
Transfers Out	(338,002)	-	-	(280,397)
Total Other Financing Sources (Uses)	681,252	4,364,820	3,265,982	2,766,683
NET CHANGE IN FUND BALANCES	1,204,607	(136,305)	5,966,403	(1,493,888)
Fund Balances (Deficit) - Beginning of Year, as Previously Reported	11,839,556	2,282,210	(2,182,697)	-
Prior Period Adjustment	578,390	-	-	-
Change Within Financial Reporting Entity - Nonmajor to Major Fund	-	-	-	2,633,473
Fund Balance (Deficit) - Beginning of Year, as Restated	12,417,946	2,282,210	(2,182,697)	2,633,473
FUND BALANCES - END OF YEAR	<u>\$ 13,622,553</u>	<u>\$ 2,145,905</u>	<u>\$ 3,783,706</u>	<u>\$ 1,139,585</u>

See accompanying Notes to Basic Financial Statements.

CITY OF DE PERE, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	TID No. 7	Other Governmental Funds	Total
REVENUES			
Taxes	\$ 122,793	\$ 5,698,928	\$ 21,500,374
Special Assessments	-	86,577	6,624,376
Intergovernmental	6,998	1,988,284	6,453,750
Licenses and Permits	-	59,246	1,089,004
Fines and Forfeits	-	-	219,176
Public Charges for Services	-	15,900	2,418,248
Intergovernmental Charges for Services	-	-	1,719,015
Miscellaneous	-	92,729	3,499,742
Total Revenues	129,791	7,941,664	43,523,685
EXPENDITURES			
Current:			
General Government	-	7,393	2,735,893
Public Safety	-	-	12,996,426
Public Works	-	-	4,513,122
Sanitation	-	-	973,570
Health and Human Services	-	-	841,159
Culture and Recreation	-	1,836,132	6,593,504
Conservation and Development	1,022,176	1,526,273	3,050,575
Debt Service:			
Principal	-	-	6,725,000
Interest and Fiscal Charges	-	19,800	2,035,518
Capital Outlay	606,370	1,903,150	7,446,677
Total Expenditures	1,628,546	5,292,748	47,911,444
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,498,755)	2,648,916	(4,387,759)
OTHER FINANCING SOURCES (USES)			
Long-Term Debt Issued	-	1,980,000	7,725,000
Premium on Debt Issued	-	150,391	705,114
Proceeds from Sale of Capital Assets	-	675,000	745,100
Transfers In	-	120,437	5,447,750
Transfers Out	(197,708)	(3,899,069)	(4,715,176)
Total Other Financing Sources (Uses)	(197,708)	(973,241)	9,907,788
NET CHANGE IN FUND BALANCES	(1,696,463)	1,675,675	5,520,029
Fund Balances (Deficit) - Beginning of Year, as Previously Reported	-	8,215,065	20,154,134
Prior Period Adjustment	-	-	578,390
Change Within Financial Reporting Entity - Nonmajor to Major Fund	(3,590,008)	956,535	-
Fund Balance (Deficit) - Beginning of Year, as Restated	(3,590,008)	9,171,600	20,732,524
FUND BALANCES - END OF YEAR	<u>\$ (5,286,471)</u>	<u>\$ 10,847,275</u>	<u>\$ 26,252,553</u>

See accompanying Notes to Basic Financial Statements.

CITY OF DE PERE, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

RECONCILIATION TO THE STATEMENT OF ACTIVITIES

Net Change in Fund Balances as Shown on Previous Page \$ 5,520,029

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

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

Capital Assets Reported as Capital Outlay in Governmental Fund Statements	14,249,041
Depreciation/Amortization Expense Reported in the Statement of Activities	(4,820,329)
Net Book Value of Disposals	(343,548)

Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the Statement of Activities when earned. (3,606,426)

Debt issued provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Long-Term Debt Issued	(7,725,000)
Premium on Debt Issued	(705,114)
G.O. Debt Principal Repaid	6,725,000
Lease Liability Principal Repaid	100,006

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds:

Accrued Interest on Long-Term Debt	(55,821)
Amortization of Debt Premium	495,248
Compensated Absences	(239,294)
Net Pension Liability	3,526,012
Deferred Outflows of Resources Related to Pensions	(5,990,462)
Deferred Inflows of Resources Related to Pensions	2,858,786
Other Postemployment Benefits	(237,596)
Deferred Outflows of Resources Related to Other Postemployment Benefits	(25,573)
Deferred Inflows of Resources Related to Other Postemployment Benefits	135,623

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the Internal service funds is reported with governmental activities. (764,657)

Change in Net Position of Governmental Activities as Reported in the Statement of Activities \$ 9,095,925

See accompanying Notes to Basic Financial Statements.

CITY OF DE PERE, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – GENERAL FUND
YEAR ENDED DECEMBER 31, 2024

	Budget			Variance Final Budget - Positive (Negative)
	Original	Final	Actual	
REVENUES				
Taxes	\$ 10,487,280	\$ 10,487,280	\$ 10,497,784	\$ 10,504
Intergovernmental	4,363,072	4,363,072	4,443,851	80,779
Licenses and Permits	889,857	889,857	1,029,758	139,901
Fines and Forfeits	270,000	270,000	219,176	(50,824)
Public Charges for Services	2,141,391	2,141,391	2,402,348	260,957
Intergovernmental Charges for Services	1,525,483	1,525,483	1,719,015	193,532
Miscellaneous	1,548,055	1,548,055	2,860,366	1,312,311
Total Revenues	21,225,138	21,225,138	23,172,298	1,947,160
EXPENDITURES				
Current:				
General Government	2,875,984	2,978,285	2,483,481	494,804
Public Safety	11,489,659	11,546,928	11,486,886	60,042
Public Works	2,488,242	2,488,242	2,141,291	346,951
Sanitation	917,964	917,964	973,570	(55,606)
Health and Human Services	747,566	747,566	841,159	(93,593)
Culture and Recreation	3,287,594	3,306,554	4,220,430	(913,876)
Conservation and Development	461,136	546,361	502,126	44,235
Total Expenditures	22,268,145	22,531,900	22,648,943	(117,043)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,043,007)	(1,306,762)	523,355	1,830,117
OTHER FINANCING SOURCES (USES)				
Transfers In	1,043,007	1,043,007	1,019,254	(23,753)
Transfers Out	-	-	(338,002)	(338,002)
Total Other Financing Sources (Uses)	1,043,007	1,043,007	681,252	(361,755)
NET CHANGE IN FUND BALANCE	-	(263,755)	1,204,607	1,468,362
Fund Balance - Beginning of Year, as Previously Reported	11,839,556	11,839,556	11,839,556	-
Restatement	-	-	578,390	-
Fund Balance, Beginning of Year, as Restated	11,839,556	11,839,556	12,417,946	578,390
FUND BALANCE - END OF YEAR	<u>\$ 11,839,556</u>	<u>\$ 11,575,801</u>	<u>\$ 13,622,553</u>	<u>\$ 1,468,362</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2024**

	Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Treatment Plant Utility	Wastewater Utility	Stormwater Utility		
ASSETS						
Current Assets:						
Cash and Investments	\$ -	\$ 717,405	\$ 1,474,627	\$ 1,523,428	\$ 3,715,460	\$ 789,574
Receivables:						
Customer Accounts	2,314,438	-	3,109,321	4,127	5,427,886	-
Leases	419,052	-	-	-	419,052	-
Other	347,890	-	-	-	347,890	-
Due from Other Funds	-	-	696,380	-	696,380	-
Due from Other Governments	-	437,044	-	-	437,044	-
Inventories and Prepaid Items	26,714	-	-	-	26,714	-
Total Current Assets	3,108,094	1,154,449	5,280,328	1,527,555	11,070,426	789,574
Noncurrent Assets:						
Restricted Assets:						
Cash and Investments	-	-	150,000	-	150,000	-
Other Assets:						
Advance to Other Funds	-	-	3,200,000	-	3,200,000	-
Capital Assets:						
Nondepreciable	53,207	-	-	-	53,207	-
Depreciable	32,580,280	-	22,893,413	18,963,300	74,436,993	-
Total Capital Assets	32,633,487	-	22,893,413	18,963,300	74,490,200	-
Total Assets	35,741,581	1,154,449	31,523,741	20,490,855	88,910,626	789,574
DEFERRED OUTFLOWS OF RESOURCES						
Pension Related Amounts	499,393	-	394,265	401,383	1,295,041	-
Other Postemployment Related Amounts	23,411	-	18,483	18,750	60,644	-
Total Deferred Outflows of Resources	522,804	-	412,748	420,133	1,355,685	-

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS (CONTINUED)
DECEMBER 31, 2024**

	Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Treatment Plant Utility	Wastewater Utility	Stormwater Utility		
LIABILITIES						
Current Liabilities:						
Accounts Payable	\$ 409,640	\$ -	\$ 557,300	\$ 21,007	\$ 987,947	\$ 139,917
Accrued and Other Current Liabilities	32,431	-	26,173	22,961	81,565	-
Insurance Claims Payable	-	-	-	-	-	2,408
Due to Other Funds	696,380	-	-	-	696,380	-
Current Portion of Advance from Other Funds	520,000	-	-	-	520,000	-
Current Portion of Long-Term Debt	110,297	-	109,863	3,427	223,587	-
Accrued Interest Payable	1,421	-	1,421	-	2,842	-
Total Current Liabilities	1,770,169	-	694,757	47,395	2,512,321	142,325
Long-Term Obligations, Less Current Portion:						
Advance from Other Funds	4,680,000	-	-	-	4,680,000	27,821
General Obligation Debt	106,676	-	107,110	-	213,786	-
Compensated Absences	25,974	-	21,627	30,844	78,445	-
Net Pension Liability	55,940	-	44,164	44,801	144,905	-
Other Postemployment Benefits	61,793	-	48,785	49,489	160,067	-
Total Long-Term Liabilities	4,930,383	-	221,686	125,134	5,277,203	27,821
Total Liabilities	6,700,552	-	916,443	172,529	7,789,524	170,146
DEFERRED INFLOWS OF RESOURCES						
Lease Related Amounts	419,052	-	-	-	419,052	-
Pension Related Amounts	300,632	-	237,345	240,772	778,749	-
Other Postemployment Related Amounts	31,858	-	25,151	25,514	82,523	-
Total Deferred Inflows of Resources	751,542	-	262,496	266,286	1,280,324	-
NET POSITION						
Net Investment in Capital Assets	32,380,231	-	22,676,440	18,963,300	74,019,971	-
Restricted	-	-	150,000	-	150,000	-
Unrestricted	(3,567,940)	1,154,449	7,931,110	1,508,873	7,026,492	619,428
Total Net Position	\$ 28,812,291	\$ 1,154,449	\$ 30,757,550	\$ 20,472,173	81,196,463	\$ 619,428
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds					59,253	
Net Position of Business-Type Activities as Reported on the Statement of Net Position					\$ 81,255,716	

See accompanying Notes to Basic Financial Statements.

CITY OF DE PERE, WISCONSIN
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2024

	Enterprise Funds				Governmental
	Water Utility	Wastewater Treatment Plant Utility	Wastewater Utility	Stormwater Utility	Activities - Internal Service Funds
OPERATING REVENUES					
Charges for Services	\$ 7,322,205	\$ -	\$ 8,255,660	\$ 2,722,508	\$ 18,300,373
Other	355,665	-	2,434,220	21,220	2,811,105
Total Operating Revenues	7,677,870	-	10,689,880	2,743,728	21,111,478
OPERATING EXPENSES					
Claims and Administrative Fees	-	-	-	-	-
Operation and Maintenance	5,473,593	-	8,450,690	1,383,533	15,307,816
Depreciation	786,968	-	830,840	605,110	2,222,918
Taxes	67,163	-	-	-	67,163
Total Operating Expenses	6,327,724	-	9,281,530	1,988,643	17,597,897
OPERATING INCOME (LOSS)	1,350,146	-	1,408,350	755,085	3,513,581
NONOPERATING REVENUES (EXPENSES)					
Interest Income	-	28,454	-	-	28,454
Nonoperating Grants	-	-	3,871	4,127	7,998
Interest and Fiscal Charges	(3,197)	-	(2,960)	-	(6,157)
Total Nonoperating Revenues (Expenses)	(3,197)	28,454	911	4,127	30,295
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS	1,346,949	28,454	1,409,261	759,212	3,543,876
Capital Contributions	544,052	-	336,647	356,084	1,236,783
Transfers Out	(476,623)	-	(255,951)	-	(732,574)
CHANGE IN NET POSITION	1,414,378	28,454	1,489,957	1,115,296	4,048,085
Net Position - Beginning of Year	27,397,913	1,125,995	29,267,593	19,356,877	77,148,378
NET POSITION - END OF YEAR	<u>\$ 28,812,291</u>	<u>\$ 1,154,449</u>	<u>\$ 30,757,550</u>	<u>\$ 20,472,173</u>	<u>\$ 81,196,463</u>
Change in Net Position, per Above					\$ 4,048,085
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds					(110,145)
Change in Net Position of Business-Type Activities as Reported on the Statement of Activities					<u>\$ 3,937,940</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2024**

	Enterprise Funds					Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Treatment Plant Utility	Wastewater Utility	Stormwater Utility	Total	
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash Received from Customers	\$ 7,326,282	\$ -	\$ 10,200,604	\$ 2,843,816	\$ 20,370,702	\$ -
Cash Received for Services Provided	-	-	-	-	-	2,788,247
Cash Paid for Employee Wages and Benefits	(1,135,380)	-	(867,134)	(917,779)	(2,920,293)	2,408
Cash Paid to Suppliers	(4,868,899)	-	(7,638,317)	(572,842)	(13,080,058)	(3,707,814)
Net Cash Provided (Used) by Operating Activities	1,322,003	-	1,695,153	1,353,195	4,370,351	(917,159)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Intergovernmental Revenues	-	-	3,871	4,127	7,998	-
Due to/from Other Funds	698,691	-	1,055,966	245,343	2,000,000	-
Transfer In (Out)	(476,623)	-	(255,951)	-	(732,574)	-
Net Cash Provided (Used) by Noncapital Financing Activities	222,068	-	803,886	249,470	1,275,424	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Acquisition of Capital Assets	(1,432,484)	-	(913,062)	(948,845)	(3,294,391)	-
Proceeds from Sale of Treatment Plant	-	132,031	-	-	132,031	-
Principal Paid on Long-Term Debt	(105,000)	-	(105,000)	-	(210,000)	-
Interest Paid on Long-Term Debt	(6,587)	-	(6,350)	-	(12,937)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,544,071)	132,031	(1,024,412)	(948,845)	(3,385,297)	-
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest Received	-	28,454	-	-	28,454	8,052
CHANGE IN CASH AND CASH EQUIVALENTS	-	160,485	1,474,627	653,820	2,288,932	(909,107)
Cash and Cash Equivalents - Beginning of Year	-	556,920	150,000	869,608	1,576,528	1,698,681
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ -</u>	<u>\$ 717,405</u>	<u>\$ 1,624,627</u>	<u>\$ 1,523,428</u>	<u>\$ 3,865,460</u>	<u>\$ 789,574</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

	Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Treatment Plant Utility	Wastewater Utility	Stormwater Utility		
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES						
Operating Income (Loss)	\$ 1,350,146	\$ -	\$ 1,408,350	\$ 755,085	\$ 3,513,581	\$ (882,854)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation	786,968	-	830,840	605,110	2,222,918	-
Depreciation Charged to Sewer Utility	28,835	-	(28,835)	-	-	-
Change in Liability (Asset) and Deferred Outflows and Inflows of Resources:						
Pension	(14,685)	-	(11,751)	(14,732)	(41,168)	-
Other Postemployment Benefits	4,167	-	3,616	4,123	11,906	-
Change in Operating Assets and Liabilities:						
Accounts Receivables	(351,588)	-	(489,276)	100,088	(740,776)	-
Inventories and Prepaid Items	(725)	-	-	-	(725)	-
Accounts Payable	(419,211)	-	26,423	(34,643)	(427,431)	(36,713)
Accrued and Other Current Liabilities	4,345	-	4,781	(3,349)	5,777	2,408
Compensated Absences	(66,249)	-	(48,995)	(58,487)	(173,731)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,322,003</u>	<u>\$ -</u>	<u>\$ 1,695,153</u>	<u>\$ 1,353,195</u>	<u>\$ 4,370,351</u>	<u>\$ (917,159)</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET POSITION						
Cash and Cash Equivalents in Current Assets	\$ -	\$ 717,405	\$ 1,474,627	\$ 1,523,428	\$ 3,715,460	\$ 789,574
Cash and Cash Equivalents in Restricted Assets	-	-	150,000	-	150,000	-
Total Cash and Cash Equivalents	<u>\$ -</u>	<u>\$ 717,405</u>	<u>\$ 1,624,627</u>	<u>\$ 1,523,428</u>	<u>\$ 3,865,460</u>	<u>\$ 789,574</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES						
Capital Contributions	<u>\$ 544,052</u>	<u>\$ -</u>	<u>\$ 336,647</u>	<u>\$ 356,084</u>	<u>\$ 1,236,783</u>	<u>\$ -</u>

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF FIDUCIARY NET POSITION
TAX COLLECTION CUSTODIAL FUND
DECEMBER 31, 2024**

ASSETS

Current Assets:

Cash and Investments

\$ 10,019,650

Receivables:

Taxes

16,137,587

Total Assets

26,157,237

DEFERRED INFLOWS OF RESOURCES

Property Taxes Levied for Subsequent Year

26,157,237

FIDUCIARY NET POSITION

Restricted for Other Governments

\$ -

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
TAX COLLECTION CUSTODIAL FUND
YEAR ENDED DECEMBER 31, 2024**

ADDITIONS

Taxes and Special Charged Collected	\$ 22,080,605
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DEDUCTIONS

Payments to Other Taxing Entities	<u>22,080,605</u>
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CHANGE IN NET POSITION

-

Fiduciary Net Position - Beginning of Year

-

FIDUCIARY NET POSITION - END OF YEAR

\$ -

See accompanying Notes to Basic Financial Statements.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of De Pere, Wisconsin (the City), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the City are described below:

A. Reporting Entity

The City is a municipal corporation governed by an elected eight member board. In accordance with GAAP, the basic financial statements are required to include the City and any separate component units that have a significant operational or financial relationship with the City. The City has not identified any component units that are required to be included in the basic financial statements in accordance with standards.

B. Related Organizations

The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. Therefore, these organizations are not included in the City's reporting entity. The Mayor and the City Council appoints some or all of the members of the following related organization:

De Pere Housing Authority

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which are primarily supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for services.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements (Continued)

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Governmental funds include general, special revenue, debt service and capital projects funds. Proprietary funds include enterprise and internal service funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund

This is the City's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

Debt Service Fund

This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Public Improvements Fund

This fund accounts for the acquisition or construction of major capital facilities other than those financed by proprietary fund types.

Capital Equipment Fund

This fund accounts for the acquisition of equipment other than those financed by proprietary fund types.

Tax Incremental District No. 7

This fund accounts for the resources accumulated and payments made for the development of Tax Incremental District No. 7.

Water Utility Fund

This fund accounts for the operations of the City's water utility.

Wastewater Treatment Plant Utility Fund

This fund is used to account for the collection of the long-term receivable from the sale of the City's wastewater treatment plant utility.

Wastewater Utility Fund

This fund accounts for the operations of the City's wastewater utility.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Government-Wide and Fund Financial Statements (Continued)

Stormwater Utility Fund

This fund accounts for the operations of the City's stormwater utility.

Additionally, the City reports the following fund types:

- *Internal service fund* accounts for health insurance and dental insurances services provided to other departments or agencies of the City, or to other governments, on a cost reimbursement basis.
- The City accounts for property taxes collected on behalf of other governments in a custodial fund.

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the *economic resources measurement focus* and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual include intergovernmental grants, intergovernmental charges for services, public charges for services and interest. Other revenues such as licenses and permits, fines and forfeits and miscellaneous revenues are recognized when received in cash or when measurable and available.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water and sewer functions and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus and Basis of Accounting (Continued)

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, and fees and fines, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for services. Operating expenses for proprietary funds include the costs of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance

1. Cash and Investments

Cash and investments are combined in the financial statements. Cash deposits consist of demand and time deposits with financial institutions and are carried at cost. Investments are stated at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date. For purposes of the statement of cash flows, all cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less from date of acquisition are considered to be cash equivalents.

2. Property Taxes and Special Charges/Receivable

Property taxes and special charges consist of taxes on real estate and personal property and user charges assessed against City properties. They are levied during December of the prior year and become an enforceable lien on property the following January 1. Property taxes are payable in various options depending on the type and amount. Personal property taxes and special charges are payable on or before January 31 in full. Real estate taxes are payable in full by January 31 or in two equal installments on or before January 31 and July 31. Real estate taxes not paid by January 31 are purchased by the County as part of the February tax settlement. Delinquent personal property taxes remain the collection responsibility of the City. Special charges not paid by January 31 are held in trust by the County and remitted to the City, including interest, when collected by the County.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

2. Property Taxes and Special Charges/Receivable (Continued)

In addition to its levy, the City also levies and collects taxes for the De Pere and West De Pere Schools, Brown County, and Northeast Wisconsin Technical College. Brown County currently collects the City's property taxes by agreement.

3. Accounts Receivable

Accounts receivable are recorded at gross amounts with uncollectible amounts recognized under the direct write-off method. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements.

4. Special Assessments

Assessments against property owners for public improvements are generally not subject to full settlement in the year levied. Special assessments are placed on tax rolls on an installment basis. Revenue from special assessments recorded in governmental funds is recognized as collections are made or as current installments are placed on tax rolls. Installments placed on the 2022 tax roll are recognized as revenue in 2023. Special assessments are subject to collection procedures.

5. Loans Receivable

The City has received federal and state grant funds for economic development and housing rehabilitation loan programs and has passed the funds to various businesses and individuals in the form of loans. The City records a loan receivable and expenditure when the loan has been made and the funds disbursed. No allowance for uncollectible accounts has been provided since it is believed that the amount of such allowance would not be material to the basic financial statements. In the governmental funds, the City records a deferred inflow of resources for the net amount of the receivable. As the loans are repaid, revenue is recognized. Any unspent loan proceeds are presented as restricted fund balance in the fund financial statements.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

6. Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” and “due to other funds” in the fund financial statements. Noncurrent portions of the interfund receivables for the general fund are reported as “advances to other funds” and are offset by nonspendable fund balance since they do not constitute expendable available financial resources and therefore are not available for appropriation.

The amount reported on the statement of net position for internal balances represents the residual balance outstanding between the governmental and business-type activities.

7. Inventories

Inventories are recorded at cost, which approximates market, using the first-in, first-out method. Inventories consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed rather than when purchased.

Inventories of governmental funds in the fund financial statements are classified as nonspendable fund balance to indicate that they do not represent spendable available financial resources.

8. Prepaid Items

Payments made to vendors that will benefit periods beyond the end of the current fiscal year are recorded as prepaid items and are accounted for on the consumption method.

Prepaid items of governmental funds in the fund financial statements are offset by nonspendable fund balance to indicate that they do not represent spendable available financial resources.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

9. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$10,000 or higher and an estimated useful life in excess of a year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Governmental Activities	Business-Type Activities
	Years	
Land Improvements	15 - 25	-
Buildings and Improvements	30 - 50	25 - 50
Machinery and Equipment	5 - 25	3 - 10
Infrastructure	25 - 100	25 - 100

10. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick leave benefits in accordance with employee handbook policies and/or bargaining unit agreements. All vacation and sick leave is accrued when incurred in the government-wide and proprietary fund financial statements. The liability for compensated absences reported in the government-wide and proprietary fund statements consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

11. Deferred Outflows/Inflows of Resources

Deferred outflows of resources are a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources are an acquisition of net position by the government that is applicable to a future reporting period. The recognition of those outflows and inflows as expenses or expenditures and revenues are deferred until the future periods to which the outflows and inflows are applicable.

Governmental funds may report deferred inflows of resources for unavailable revenues. The City reports unavailable revenues for special assessments and loan receivables. These inflows are recognized as revenues in the government-wide financial statements.

12. Long-Term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed as incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

13. Leases

Lessor

The City is a lessor for noncancellable leases of buildings and land. The City recognizes a lease receivable and a deferred inflow of resources in the applicable governmental activities or business-type activities in the government-wide and in the governmental and proprietary fund financial statements.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

13. Leases (Continued)

Lessor (Continued)

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

14. Pensions

The fiduciary net position of the Wisconsin Retirement System (WRS) has been determined using the flow of economic resources measurement focus and accrual basis of accounting. This includes for purposes of measuring the following:

- Net Pension Liability (Asset)
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
- Pension Expense (Revenue)

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

14. Pensions (Continued)

Information about the fiduciary net position of the WRS and additions to/deductions from WRS' fiduciary net position have been determined on the same basis as they are reported by the 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.

15. Other Postemployment Benefits Other Than Pensions (OPEB)

Defined Benefit Plan

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense (revenue), information about the fiduciary net position of the City's Other Postemployment Benefit Plan (the Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

Local Retiree Life Insurance Fund

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 following:

- Net OPEB Liability (Asset)
- Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs
- OPEB Expense (Revenue)

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 member contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

16. Fund Equity

Governmental Fund Financial Statements

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- **Nonspendable Fund Balance.** Amounts that are not in spendable form (such as inventory, prepaid items, or long-term receivables) or are legally or contractually required to remain intact.
- **Restricted Fund Balance.** Amounts that are constrained for specific purposes by external parties (such as grantor or bondholders), through constitutional provisions, or by enabling legislation.
- **Committed Fund Balance.** Amounts that are constrained for specific purposes by action of the City Council. These constraints can only be removed or changed by the City Council using the same action that was used to create them.
- **Assigned Fund Balance.** Amounts that are constrained for specific purposes by action of City management. The City Council has not authorized any City official or committee to assign fund balance. Residual amounts in any governmental fund, other than the General Fund, are also reported as assigned.
- **Unassigned Fund Balance.** Amounts that are available for any purpose. Positive unassigned amounts are only reported in the General Fund.

The City has adopted a fund balance spend-down policy regarding the order in which fund balance will be utilized. Where applicable, the policy requires restricted funds to be spent first, followed by committed funds, and then assigned funds. Unassigned funds would be spent last.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Fund Balance (Continued)

16. Fund Equity (Continued)

Government-Wide and Proprietary Fund Statements

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

- **Net Investment in Capital Assets.** Amount of capital assets, net of accumulated depreciation/amortization, and capital related deferred outflows of resources less outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets and any capital related deferred inflows of resources.
- **Restricted Net Position.** Amount of net position that is subject to restrictions that are imposed 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.
- **Unrestricted Net Position.** Net position that is neither classified as restricted nor as net investment in capital assets.

F. Use of Estimates

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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Changes to or within Financial Reporting Entity

The Capital Equipment and TID No. 7 Funds previously did not meet the criteria to be reported as major governmental funds. However, effective January 1, 2024, the funds now meet the criteria to be reported as major funds and are reported as such for the fiscal year ended December 31, 2024. The effect of that change to or within the financial reporting entity is shown in Column C of the table below:

	December 31, 2023, as Previously Reported	Change to or Within the Financial Reporting Entity (C)	December 31, 2023, as Adjusted
Governmental Funds:			
Major Funds:			
General Fund	\$ 11,839,556	\$ -	\$ 11,839,556
Debt Service	2,282,210	-	2,282,210
Public Improvements	(2,182,697)	-	(2,182,697)
Capital Equipment	-	2,633,473	2,633,473
TID No. 7	-	(3,590,008)	(3,590,008)
Nonmajor Funds	8,215,065	956,535	9,171,600
Total Governmental Funds	<u>\$ 20,154,134</u>	<u>\$ -</u>	<u>\$ 20,154,134</u>

NOTE 2 STEWARDSHIP AND COMPLIANCE

A. Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the basic financial statements:

1. During November, City management submits to the City Council a proposed operating budget for the calendar year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them. After submission to the governing body, public hearings are held to obtain taxpayer comments. Following the public hearings, the proposed budget, including authorized additions and deletions, is legally enacted by City Council action.
2. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. Budget is defined as the originally approved budget plus or minus approved amendments. Individual amendments throughout the year were not material in relation to the original budget. Budget appropriations not expended during the year are closed to fund balance unless authorized by the governing body to be forwarded into the succeeding year's budget.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 2 STEWARDSHIP AND COMPLIANCE (CONTINUED)

A. Budgets and Budgetary Accounting (Continued)

3. During the year, formal budgetary integration is employed as a management control device for the governmental funds adopting a budget.
4. Expenditures may not exceed appropriations provided in detailed budget accounts maintained for each activity or department of the City. Amendments to the budget during the year require initial approval by management and are subsequently authorized by the City Council.
5. Encumbrance accounting is not used by the City to record commitments related to unperformed contracts for goods or services.

For the fiscal year ending December 31, 2024, actual expenditures of the general fund amounted to \$22,648,943 and exceeded budget amounts by \$117,043.

B. Excess of Expenditures Over Budget Appropriations

The following expenditure accounts of the governmental funds had actual expenditures in excess of budget appropriations for the year ended December 31, 2024 as follows:

Funds	Excess Expenditures
General Government:	
City Hall	\$ 7,180
Public Safety:	
Police Department Outlay	6,242
Fire/Ambulance Department	26,991
Building and Electrical	11,882
Public Works:	
Engineer Outlay	1,000
Street Maintenance Outlay	16,660
Weed Cutting	3,350
Traffic Lights	1,231
Street Lighting	23,490
Street Cleaning	1,933
Sanitation:	
Garbage and Refuse Collection	45,740
Recycling	14,182
Health and Human Services:	
Nurse	93,693
Culture and Recreation:	
Park and Recreation Administration	54,274
Parks - General	31,813
Parks Outlay	1,013,849
Forestry	49,367

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 2 STEWARDSHIP AND COMPLIANCE (CONTINUED)

C. Deficit Fund Equity

The following funds had deficit fund balance as of December 31, 2024:

Funds	Deficit Fund Balance
Capital Projects Funds:	
Pool Capital Projects	\$ 781,949
TID No. 7	5,286,471
TID No. 9	486,136
TID No. 10	2,073,911

The City anticipates funding the above deficits from future revenues of the funds.

D. Property Tax Levy Limit

Wisconsin state statutes provide for a limit on the property tax levies for all Wisconsin cities, villages, towns, and counties. For the 2024 and 2025 budget years, Wisconsin Statutes limit the increase in the maximum allowable tax levy to the change in the City's January 1 equalized value as a result of net new construction. The actual limit for the City for the 2024 budget was 3.633%. The actual limit for the City for the 2025 budget was 1.37%. Debt service for debt authorized after July 1, 2005 is exempt from the levy limit. In addition, Wisconsin statutes allow the limit to be adjusted for the increase in debt service authorized prior to July 1, 2005 and in certain other situations.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

The City maintains various cash and investment accounts, including pooled funds that are available for use by all funds. Each fund's portion of these accounts is displayed on the financial statements as "Cash and investments".

Invested cash consists of deposits and investments that are restricted by Wisconsin Statutes to the following:

Time deposits; repurchase agreements; securities issued by federal, state and local governmental entities; statutorily authorized commercial paper and corporate securities; and the Wisconsin local government investment pool.

The carrying amount of the City's cash and investments totaled \$46,076,320 on December 31, 2024 as summarized below:

Petty Cash and Cash on Hand	\$ 4,774
Deposits with Financial Institutions	22,850,805
Investments:	
U.S. Treasury Securities	4,475,774
Federal Agency Securities	2,611,161
Negotiable Certificate of Deposits	1,811,572
Corporate Bonds and Notes	122,559
Municipal Bonds	1,651,675
Money Market Mutual Funds	1,333,722
Wisconsin Local Government Investment Pool	11,214,278
Total	<u>\$ 46,076,320</u>

Reconciliation to the Basic Financial Statements:

Government-Wide Statement of Net Position:	
Cash and Investments	\$ 35,906,670
Restricted Cash and Investments	150,000
Fiduciary Fund Statement of Net Position:	
Cash and Investments	10,019,650
Total	<u>\$ 46,076,320</u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs. The City has the following fair value measurements as of December 31, 2024:

	Fair Value Measurements Using:		
	Level 1	Level 2	Level 3
Investments:			
U.S. Treasury Securities	\$ -	\$ 4,475,774	\$ -
Federal Agency Securities	-	2,611,161	-
Negotiable Certificates of Deposit	-	1,811,572	-
Corporate Bonds and Notes	-	122,559	-
Municipal Bonds	-	1,651,675	-
Money Market Mutual Funds	1,333,722	-	-
Total	<u>\$ 1,333,722</u>	<u>\$ 10,672,741</u>	<u>\$ -</u>

Deposits and investments of the City are subject to various risks. Presented below is a discussion of the City's deposits and investments and the related risks.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Wisconsin statutes require repurchase agreements to be fully collateralized by bonds or securities issued or guaranteed by the federal government or its instrumentalities. The City's policy required collateralization for depository institutions rated average. Collateralization is not required for institutions rated superior or excellent.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Custodial Credit Risk (Continued)

Deposits with financial institutions within the state of Wisconsin are insured by the Federal Deposit Insurance Corporation (FDIC) in the amount of \$250,000 for the combined amount of all time and savings deposits and \$250,000 for interest-bearing and noninterest-bearing demand deposits per official custodian per insured depository institution. Deposits with financial institutions located outside the state of Wisconsin are insured by the FDIC in the amount of \$250,000 for the combined amount of all deposit accounts per official custodian per depository institution. Also, the state of Wisconsin has a State Guarantee Fund which provides a maximum of \$1,000,000 per public depository above the amount provided by an agency of the U.S. Government. However, due to the relatively small size of the State Guarantee Fund in relation to the Fund's total coverage, total recovery of insured losses may not be available. This coverage has been considered in determining custodial credit risk.

As of December 31, 2024, \$22,248,918 of the City's deposits with financial institutions were in excess of federal and state depository insurance limits. \$22,248,918 was collateralized with securities held by the pledging financial institution or its trust department or agent but not in the City's name.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Wisconsin statutes limit investment in securities to the top two ratings assigned by nationally recognized statistical rating organizations. The City does not have an additional credit risk policy. Presented below is the actual rating as of the year-end for each investment type.

Investment Type	Amount	Exempt from Disclosure	AAA	Aa	A	Not Rated
U.S. Treasury Securities	\$ 4,475,774	\$ 4,475,774	\$ -	\$ -	\$ -	\$ -
Federal Agency Securities	2,611,161	-	2,611,161	-	-	-
Negotiable Certificates of Deposit	1,811,572	-	1,811,572	-	-	-
Corporate Bonds and Notes	122,559	122,559	-	-	-	-
Municipal Bonds	1,651,675	-	663,580	720,478	267,617	-
Money Market Mutual Funds	1,333,722	1,333,722	-	-	-	-
Wisconsin Local Government Investment Pool	11,214,278	11,214,278	-	-	-	-
Totals	<u>\$ 23,220,741</u>	<u>\$ 17,146,333</u>	<u>\$ 5,086,313</u>	<u>\$ 720,478</u>	<u>\$ 267,617</u>	<u>\$ -</u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. As of June 30, 2024, the Wisconsin local government investment pool had a weighted average maturity of 9 days.

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Amount	Remaining Maturity (in Months)			
		12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
U.S. Treasury Securities	\$ 4,475,774	\$ 686,213	\$ 1,363,501	\$ 2,426,060	\$ -
Federal Agency Securities	2,611,161	1,616,509	431,737	562,915	-
Negotiable Certificates of Deposit	1,811,572	675,669	211,614	924,289	-
Corporate Bonds and Notes	122,559	-	-	122,559	-
Municipal Bonds	1,651,675	199,876	872,964	479,054	99,781
Money Market Mutual Funds	1,333,722	1,333,722	-	-	-
Wisconsin Local Government Investment Pool	11,214,278	11,214,278	-	-	-
Totals	<u>\$ 23,220,741</u>	<u>\$ 15,726,267</u>	<u>\$ 2,879,816</u>	<u>\$ 4,514,877</u>	<u>\$ 99,781</u>

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The City's investments include the following investments that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above):

Highly Sensitive Investments	Fair Value at Year-End
Mortgage backed securities. These securities are subject to early payment in a period of declining interest rates. The resultant reduction in expected total cash flows affects the fair value of these securities and makes the fair values of these securities highly sensitive to changes in interest rates.	\$ 2,611,161

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Cash and Investments (Continued)

Wisconsin Local Government Investment Pool

The City has investments in the Wisconsin Local Government Investment Pool of \$11,214,278 at year-end. The LGIP is part of the State Investment Fund (SIF), and is managed by the State of Wisconsin Investment Board. The SIF 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. Participants in the LGIP have the right to withdraw their funds in total on one day's notice.

B. Restricted Assets

Restricted assets on December 31, 2024 totaled \$150,000 and consisted of cash and investments held for the following purposes:

Funds	Amount	Purpose
Enterprise Funds:		
Wastewater Utility:		
Equipment Replacement	\$ 150,000	To be used for replacement of certain assets for DNR requirements

C. Due from Other Governments

In prior years, the City of De Pere sold its wastewater treatment facility to the Green Bay Metropolitan Sewerage District (GBMSD) with the sale price repaid to the City over a 20-year period. The notes receivable from GBMSD was discounted using a 5% interest rate. Annual principal and interest payments of \$160,485 are due annually through 2027, with a notes receivable balance of \$437,044 as of December 31, 2024 as summarized below.

<u>Year Ended December 31,</u>	Principal	Interest	Total
2025	\$ 138,633	\$ 21,852	\$ 160,485
2026	145,564	14,921	160,485
2027	152,847	7,639	160,486
Total	<u>\$ 437,044</u>	<u>\$ 44,412</u>	<u>\$ 481,456</u>

CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Capital Assets

Capital asset activity for the year ended December 31, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Nondepreciable/Nonamortizable:				
Land	\$ 12,640,209	\$ 2,216,465	\$ 331,778	\$ 14,524,896
Construction in Progress	437,342	2,772,626	437,342	2,772,626
Total Capital Assets, Nondepreciable/Nonamortizable	13,077,551	4,989,091	769,120	17,297,522
Capital Assets, Depreciable/Amortizable:				
Land Improvements	13,350,739	40,092	65,404	13,325,427
Buildings and Improvements	13,371,437	2,285,256	-	15,656,693
Machinery and Equipment	14,222,829	4,958,964	621,767	18,560,026
Infrastructure	91,790,765	2,412,980	90,217	94,113,528
Subtotals	132,735,770	9,697,292	777,388	141,655,674
Less Accumulated Depreciation/Amortization for:				
Land Improvements	4,203,172	611,687	65,404	4,749,455
Buildings and Improvements	9,085,395	386,060	-	9,471,455
Machinery and Equipment	8,706,216	1,239,014	618,992	9,326,238
Infrastructure	38,594,158	2,583,568	81,222	41,096,504
Subtotals	60,588,941	4,820,329	765,618	64,643,652
Total Capital Assets, Depreciable/Amortizable, Net	72,146,829	4,876,963	11,770	77,012,022
Governmental Activities Capital Assets, Net	<u>\$ 85,224,380</u>	<u>\$ 9,866,054</u>	<u>\$ 780,890</u>	94,309,544
Less: Capital Related Debt				41,535,000
Less: Lease Liability				26,817
Less: Debt Premium				2,241,105
Less: Capital Related Accounts Payable				1,353,075
Add: Unspent Proceeds				<u>2,854,951</u>
Net Investment in Capital Assets				<u>\$ 52,008,498</u>

CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Capital Assets (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets, Nondepreciable:				
Land	\$ 53,207	\$ -	\$ -	\$ 53,207
Capital Assets, Depreciable:				
Buildings and Improvements	555,781	-	-	555,781
Machinery and Equipment	7,295,618	323,167	177,861	7,440,924
Infrastructure	98,040,691	4,208,007	448,535	101,800,163
Subtotals	105,892,090	4,531,174	626,396	109,796,868
Less Accumulated Depreciation	33,763,353	2,222,918	626,396	35,359,875
Total Capital Assets, Depreciable, Net	72,128,737	2,308,256	-	74,436,993
Business-Type Activities Capital Assets, Net	<u>\$ 72,181,944</u>	<u>\$ 2,308,256</u>	<u>\$ -</u>	74,490,200
Less: Capital Related Debt				425,000
Less: Debt Premium				8,946
Less: Capital Related Accounts Payable				<u>36,283</u>
Net Investment in Capital Assets				<u><u>\$ 74,019,971</u></u>

Depreciation expense was charged to functions of the City as follows:

Governmental Activities:	
General Government	\$ 135,118
Health and Human Services	26,337
Public Safety	562,612
Public Works	3,126,583
Culture and Recreation	969,679
Total Depreciation Expense - Governmental Activities	<u><u>\$ 4,820,329</u></u>
Business-Type Activities:	
Water Utility	\$ 786,968
Wastewater Utility	830,840
Stormwater Utility	605,110
Total Depreciation/Amortization Expense - Business-Type Activities	<u><u>\$ 2,222,918</u></u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Interfund Receivable, Payables, and Transfers

Interfund receivables and payables between individual funds of the City, as reported in the fund financial statements, as of December 31, 2024 are detailed below:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Temporary Cash Advances to Finance		
Operating Cash Deficits:		
Governmental Funds:		
General	\$ 792,151	\$ -
Cable Access	-	10,202
TID No. 7	-	5,286,471
TID No. 8	1,485,781	-
TID No. 9	-	486,136
TID No. 10	-	2,073,529
TID No. 12	2,895,127	-
TID No. 15	3,465,228	-
Pool Capital Projects	-	781,949
Proprietary Fund:		
Stormwater Utility	696,380	-
Water Utility	-	696,380
Subtotal	<u>9,334,667</u>	<u>9,334,667</u>
Long-Term Advances:		
General Fund	2,027,821	-
Proprietary Fund:		
Water Utility	-	5,200,000
Wastewater Utility	3,200,000	-
Internal Service Funds:		
Health Self Insurance	-	17,821
Dental Self Insurance	-	10,000
Subtotal	<u>5,227,821</u>	<u>5,227,821</u>
Totals	<u><u>\$ 14,562,488</u></u>	<u><u>\$ 14,562,488</u></u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Interfund Receivable, Payables, and Transfers (Continued)

In 2024, the General fund advanced \$2,000,000 and the Wastewater Utility advanced \$3,200,000 for a total of \$5,200,000 to the Water Utility. Annual payments due on the long-term advances as of December 31, 2024, are detailed below:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 520,000	\$ 26,000	\$ 546,000
2026	520,000	26,000	546,000
2027	520,000	26,000	546,000
2028	520,000	26,000	546,000
2029	520,000	26,000	546,000
2030 - 2034	2,600,000	130,000	2,730,000
Total	<u>\$ 5,200,000</u>	<u>\$ 260,000</u>	<u>\$ 5,460,000</u>

Interfund transfers for the year ended December 31, 2024 were as follows:

<u>Funds</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General	\$ 1,019,254	\$ 338,002
Wastewater Utility	-	255,951
Water Utility	-	476,623
Southwest Park Equipment	-	42,000
Public Improvements	497,962	-
Capital Equipment	-	280,397
Pool Capital Projects	-	614,326
TID No. 7	-	197,708
TID No. 8	-	359,906
TID No. 9	-	290,080
TID No. 10	-	523,384
TID No. 11	-	374,371
TID No. 12	-	605,173
TID No. 13	-	255,325
TID No. 14	-	154,255
TID No. 15	-	613,649
TID No. 16	54,722	-
TID No. 17	-	66,600
Cable Access	65,715	-
Debt Service	3,810,097	-
Total	<u>\$ 5,447,750</u>	<u>\$ 5,447,750</u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Interfund Receivable, Payables, and Transfers (Continued)

Interfund transfers were made for the following purposes:

Transfer to Debt Service for Debt Payments	\$ 3,810,097
Transfer to General Fund for TID 9 costs	11,400
Transfer to General Fund for Equipment Purchases	42,000
Transfer to General Fund for Payment in Lieu of Taxes	482,574
Transfer to Cable Access for Deficit	65,715
Transfer to Public Improvements for Capital Projects	497,962
Transfer to TID 16 for Project Costs	54,722
Transfer to Fund Pool Deficit	233,280
Transfer to General Fund for Sanitary Admin Expenses	250,000
Total	<u><u>\$ 5,447,750</u></u>

F. Long-Term Obligations

The following is a summary of changes in long-term obligations of the City for the year ended December 31, 2024:

	Beginning Balance as Restated	Issued	Retired	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Debt:					
Bonds	\$ 2,200,000	\$ -	\$ 425,000	\$ 1,775,000	\$ 435,000
Community Development Bonds	4,485,000	-	300,000	4,185,000	340,000
Notes	37,900,000	7,725,000	5,190,000	40,435,000	5,530,000
Taxable Notes	14,425,000	-	810,000	13,615,000	915,000
Total General Obligation					
Debt	59,010,000	7,725,000	6,725,000	60,010,000	7,220,000
Debt Premium	2,183,209	705,114	495,248	2,393,075	278,954
Financed Purchased	126,823	-	100,006	26,817	26,817
Compensated Absences	1,505,999	239,294	-	1,745,293	174,529
Governmental Activities					
Long-Term Obligations	<u><u>\$ 62,826,031</u></u>	<u><u>\$ 8,669,408</u></u>	<u><u>\$ 7,320,254</u></u>	<u><u>\$ 64,175,185</u></u>	<u><u>\$ 7,700,300</u></u>
Business-Type Activities:					
General Obligation Debt:					
Notes	\$ 635,000	\$ -	\$ 210,000	\$ 425,000	\$ 210,000
Debt Premium	14,346	-	5,400	8,946	5,400
Compensated Absences	255,603	-	173,731	81,872	8,187
Business-Type Activities					
Long-Term Obligations	<u><u>\$ 904,949</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 389,131</u></u>	<u><u>\$ 515,818</u></u>	<u><u>\$ 223,587</u></u>

The change in compensated absences is shown as a net change.

Total interest paid during the year on long-term debt totaled \$2,048,455.

CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-Term Obligations (Continued)

General Obligation Debt

General obligation debt currently outstanding is detailed as follows:

	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance 12/31/24
General Obligation Bonds:					
2013A	08/13/13	2028	3.00-3.625%	\$ 5,650,000	\$ 705,000
2014A	11/20/14	2029	2.00-3.00%	1,075,000	395,000
2017B	10/18/17	2027	2.75%	1,700,000	675,000
General Obligation Community Development Bonds:					
2018B	09/20/18	2033	3.25-5.00%	5,545,000	4,185,000
General Obligation Notes:					
2015A	09/24/15	2025	2.00-3.00%	8,285,000	180,000
2016A	10/19/16	2026	1.00-2.00%	7,915,000	1,455,000
2017A	10/18/17	2027	2.00-2.25%	2,015,000	640,000
2018A	09/20/18	2028	3.00-5.00%	2,600,000	1,140,000
2019A	10/21/19	2029	3.00-4.00%	8,715,000	4,105,000
2020A	10/14/20	2030	1.00-2.00%	8,340,000	5,075,000
2021A	10/15/21	2031	2.00%	6,375,000	4,340,000
2022A	09/07/22	2032	4.00%	10,100,000	8,560,000
2023 A	09/07/23	2033	4.00-5.00%	8,350,000	7,640,000
2024A	09/18/24	2039	4.00-5.00%	7,725,000	7,725,000
General Obligation Taxable Notes:					
2016B	10/19/16	2026	2.00-2.25%	890,000	180,000
2019B	10/21/19	2029	2.25-2.70%	880,000	690,000
2020B	10/14/20	2030	0.35-1.40%	2,670,000	1,695,000
2021B	10/15/21	2031	0.35-1.80%	3,895,000	3,565,000
2022B	09/07/22	2032	0.35-1.80%	885,000	885,000
2023B	09/07/23	2033	4.85-5.6%	6,670,000	6,600,000
Total Outstanding General Obligation Debt					<u>\$ 60,435,000</u>

Annual principal and interest maturities of the outstanding general obligation debt of \$60,435,000 on December 31, 2024 are detailed below:

Year Ended December 31,	Governmental Activities		Business-Type Activities		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 7,220,000	\$ 2,084,889	\$ 210,000	\$ 8,500	\$ 7,430,000	\$ 2,093,389
2026	7,625,000	1,870,689	215,000	4,300	7,840,000	1,874,989
2027	7,255,000	1,614,266	-	-	7,255,000	1,614,266
2028	6,845,000	1,379,976	-	-	6,845,000	1,379,976
2029	6,995,000	1,160,085	-	-	6,995,000	1,160,085
2030 - 2034	23,170,000	2,484,215	-	-	23,170,000	2,484,215
2035 - 2039	900,000	110,000	-	-	900,000	110,000
Total	<u>\$ 60,010,000</u>	<u>\$ 10,704,120</u>	<u>\$ 425,000</u>	<u>\$ 12,800</u>	<u>\$ 60,435,000</u>	<u>\$ 10,716,920</u>

For governmental activities, the other long-term liabilities are generally funded by the general fund.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-Term Obligations (Continued)

Legal Margin for New Debt

The City's legal margin for creation of additional general obligation debt on December 31, 2024 was \$118,774,650 as follows:

Equalized Valuation of the City	\$ 3,584,193,000
Statutory Limitation Percentage	(x) 5%
General Obligation Debt Limitation, Per Section 67.03 of the Wisconsin Statutes	179,209,650
Total Outstanding General Obligation Debt Applicable to Debt Limitation	60,435,000
Legal Margin for New Debt	\$ 118,774,650

G. Finance Purchases Liability

The City had a financed purchase liability with an interest rate of 7.79% on a piece of equipment with an estimated useful life of three years. This financed purchased liability expired during 2024.

The City had a second financed purchase liability for a piece of equipment and is required to make various monthly principal and interest payments. This agreement has an interest rate of 8.49%. The equipment has an estimated useful life of three years. The financed purchase agreement expires in 2025.

The agreement qualifies as a financed purchase for accounting purposes and, therefore, has been recorded at the present value of the future minimum payments as of the date of inception. The remaining principal and interest on the asset acquired through a financed purchase is as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 26,817	\$ 2,277	\$ 29,094

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Pension Plan

1. WRS Pension Plan Description

The Wisconsin Retirement System (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, 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.

ETF issued a standalone Annual Comprehensive (ACFR), which can be found at <https://etf.wi.gov/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.

2. 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.

3. Benefits Provided

Employees who retire at or after age 65 (54 for protective occupation and 62 for elected officials and executive service retirement plan participants, if hired on or before December 31, 2016) 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 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.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Pension Plan (Continued)

3. Benefits Provided (Continued)

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.

4. Postretirement 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>
2014	4.7%	25%
2015	2.9%	2%
2016	0.5%	-5%
2017	2.0%	4%
2018	2.4%	17%
2019	0.0%	-10%
2020	1.7%	21%
2021	5.1%	13%
2022	7.4%	15%
2023	1.6%	-21%

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Pension Plan (Continued)

5. 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, 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 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 year ending December 31, 2024, the WRS recognized \$1,529,034 in contributions from the City.

Contribution rates for the reporting period are (per WRS Employer Rates website for 2024):

Employee Category	Employee	Employer
General (including teachers, executives and elected officials)	6.90%	6.90%
Protective with Social Security	6.90%	14.30%
Protective without Social Security	6.90%	19.10%

6. Pension Assets, Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2024, the City reported a liability of \$1,540,759 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022 rolled forward to December 31, 2023. No material changes in assumptions or benefit terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating employers. At December 31, 2023, the City's proportion was 0.10362884% which was an increase of 0.00106236% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City recognized a pension expense of \$1,053,961.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Pension Plan (Continued)

6. Pension Assets, Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 6,212,328	\$ 8,228,266
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	5,369,298	-
Changes in Assumptions	671,572	-
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	6,579	52,069
Employer Contributions Subsequent to the Measurement Date	1,529,034	-
Total	<u>\$ 13,788,811</u>	<u>\$ 8,280,335</u>

\$1,529,034 reported as deferred outflows related to pension resulting from the City'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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	<u>Expense</u>
2025	\$ 809,111
2026	844,994
2027	3,360,024
2028	(1,034,687)
Total	<u>\$ 3,979,442</u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Pension Plan (Continued)

7. Actuarial Assumptions

The total pension liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date:	December 31, 2022
Measurement Date of Net Pension Liability (Asset):	December 31, 2023
Experience Study:	January 1, 2018 - December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Fair Value
Long-Term Expected Rate of Return:	6.8%
Discount Rate:	6.8%
Salary Increases:	
Wage Inflation	3.0%
Seniority/Merit	0.1%-5.6%
Mortality	2020 WRS Experience Mortality Table
Postretirement Adjustments*	1.7%

* *No postretirement 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 postretirement 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. The total pension liability for December 31, 2023 is based upon a roll-forward of the liability calculated from the December 31, 2022 actuarial valuation.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Pension Plan (Continued)

7. Actuarial Assumptions (Continued)

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

	Current Asset Allocation %	Long-Term Expected Nominal Rate of Return %	Long-Term Expected Real Rate of Return %
<u>Core Fund Asset Class</u>			
Public Equity	40%	7.3%	4.5%
Public Fixed Income	27%	5.8%	3.0%
Inflation Sensitive	19%	4.4%	1.7%
Real Estate	8%	5.8%	3.0%
Private Equity/Debt	18%	9.6%	6.7%
Leverage	-12%	3.7%	1.0%
Total Core Fund	100%	7.4%	4.6%
<u>Variable Fund Asset</u>			
U.S. Equities	70%	6.8%	4.0%
International Equities	30%	7.6%	4.8%
Total Variable Fund	100%	7.3%	4.5%

New England Pension Consultants Long Term US CPI (Inflation) Forecast: 2.7%

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

The investment policy used for the Core Fund involves reducing equity exposure by leveraging lower-volatility assets, such as fixed income securities. Currently, an asset allocation target of 12% policy leverage is used, subject to an allowable range of up to 20%.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

H. Pension Plan (Continued)

7. Actuarial Assumptions (Continued)

Single Discount Rate. A single discount rate of 6.80% was used to measure the Total Pension Liability for the current and prior year. The discount rate is based on the expected rate of return on pension plan investments of 6.80% and a municipal bond rate of 3.77% (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, 2023. 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 1.7% 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 long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.80%, as well as what the City'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%) or 1-percentage-point higher (7.80%) than the current rate:

	1% Decrease to Discount Rate (5.80%)	Current Discount Rate (6.80%)	1% Increase to Discount Rate (7.80%)
City's Proportionate Share of the Net Pension Liability (Asset)	\$ 14,892,187	\$ 1,540,759	\$ (7,801,799)

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>.

Payable to the Pension Plan. The City reported a payable of \$152,117 for the outstanding amount of contributions to the pension plan for the year ended December 31, 2024.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits

The City reports OPEB related balances at December 31, 2024 as summarized below:

	OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense
Single-Employer Defined OPEB Plan	\$ 346,149	\$ 108,636	\$ 156,545	\$ 21,312
Local Retiree Life Insurance Fund (LRLIF)	1,701,966	644,820	877,461	136,885
Total	<u>\$ 2,048,115</u>	<u>\$ 753,456</u>	<u>\$ 1,034,006</u>	<u>\$ 158,197</u>

1. Single-Employer Defined OPEB Plan

Plan Description

The Plan is a single-employer, defined benefit postemployment health plan that covers retired employees of the City. Eligible retired employees have access to group medical coverage through the City's group plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. City paid medical benefits are paid for as indicated below. All employees of the City are eligible for the Plan if they meet the following age and service requirements below.

Benefits Provided

The City provides medical (including prescription drugs) and dental coverage for retired employees through the City's self-insured plans.

Employees Covered by Benefit Terms

At December 31, 2024, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving	
Benefit Payments	4
Active Employees	128
Total	<u>132</u>

Contributions

Certain retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts monthly towards the cost of insurance premiums based on the employee group and their retirement date. City paid medical and dental benefits are paid until the retiree or surviving spouse becomes eligible for Medicare.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

1. Single-Employer Defined OPEB Plan (Continued)

Total OPEB Liability

The City's total OPEB liability was determined by an actuarial valuation as of December 31, 2022 and rolled forward to December 31, 2024.

Actuarial Assumptions. The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Valuation Date:	December 31, 2022
Measurement Date of Net OPEB Liability (Asset):	December 31, 2024
Actuarial Cost Method:	Entry Age Normal
Health Care Trend:	Actual first year trend, then 6.50% decreasing by .10% per year down to 4.5%, and level thereafter
Discount Rate:	4.28%
Municipal Bond Rate Source:	S&P Municipal 20 Year High Grade Index
Assumed Rate of Inflation:	2.50%
Mortality:	Wisconsin 2020 Mortality Table adjusted for future mortality using the MP-2020 generated improvement scale

The projection of cash flows used to determine the single discount rate assumed that 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 benefits payment to determine the total OPEB liability.

The discount rate was changed to the 20-year AA municipal bond rate (4.00%) as of the measurement date. All other assumptions and methods remained unchanged from the valuation performed as of December 31, 2022.

Discount Rate. The discount rate used to measure the total OPEB liability was based on the 20-year AA municipal bond note.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

1. Single-Employer Defined OPEB Plan (Continued)

Changes in the Total OPEB Liability

	Increase (Decrease)
	Total OPEB Liability
Balance at December 31, 2023	\$ 347,895
Changes for the Year:	
Service Cost	23,096
Interest	14,154
Differences Between Expected and Actual Experience	(20,018)
Changes of Assumptions	(7,771)
Benefit Payments	(11,207)
Net Changes	(1,746)
Balance at December 31, 2024	<u>\$ 346,149</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.28%) or 1-percentage-point higher (5.28%) than the current rate:

	1% Decrease to Discount Rate (3.28%)	Current Discount Rate (4.28%)	1% Increase to Discount Rate (5.28%)
Total OPEB Liability	\$ 374,880	\$ 346,149	\$ 319,827

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (6.0% decreasing to 3.5%) or 1-percentage-point higher (8.0% decreasing to 5.5%) than the current healthcare cost trend rates:

	1% Decrease (6.0% Decreasing to 3.5%)	Healthcare Cost Trend Rates (7.0% Decreasing to 4.5%)	1% Increase (8.0% Decreasing to 5.5%)
Total OPEB Liability	\$ 308,737	\$ 346,149	\$ 390,246

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

1. Single-Employer Defined OPEB Plan (Continued)

OPEB Expense and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2024, the City recognized OPEB expense of \$21,312. At December 31, 2024, the City reported 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	\$ 76,673	\$ 107,621
Changes in Assumptions	31,963	48,924
Total	<u>\$ 108,636</u>	<u>\$ 156,545</u>

The amounts above reported as deferred inflows of resources related to OPEB will be recognized in other postemployment benefit expense as follows:

<u>Year Ended December 31,</u>	(Revenue) Expense
2025	\$ (15,938)
2026	(15,938)
2027	(15,938)
2028	(15,931)
2029	1,642
Thereafter	14,194
Total	<u>\$ (47,909)</u>

2. Local Retiree Life Insurance Fund

Plan Description

The LRLIF is a multiple-employer, cost sharing 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 postemployment life insurance benefits for all eligible employees.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

2. Local Retiree Life Insurance Fund (Continued)

OPEB Plan Fiduciary Net Position

ETF issues a standalone Annual Comprehensive Financial Report (ACFR), which can be found at <http://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 members and pre-65 retirees who pay for their coverage.

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 postretirement benefit.

Employers are required to pay the following contributions based on employee 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, 2024 are:

<u>Coverage Type</u>	<u>Employer Contribution</u>
50% Postretirement Coverage	40% of Employee Contribution
25% Postretirement Coverage	20% of Employee Contribution

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

2. Local Retiree Life Insurance Fund (Continued)

Contributions (Continued)

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 member contribution rates in effect for the year ended December 31, 2023 are listed below:

Life Insurance Employee Contribution Rates For the Year Ended December 31, 2023		
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

During the year ended December 31, 2024, the LRLIF recognized \$7,733 in contributions from the employer.

OPEB Liabilities, OPEB Expense (Revenue) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2024, the City reported a liability of \$1,701,966 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of January 1, 2023 rolled forward to December 31, 2023. No material changes in assumptions or benefits terms occurred between the actuarial valuation date and the measurement date. The City's proportion of the net OPEB liability was based on the City's share of contributions to the OPEB plan relative to the contributions of all participating employers. At December 31, 2023, the City's proportion was 0.036994000%, which was a decrease of 0.00750600% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the City recognized OPEB expense of \$136,885.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

2. Local Retiree Life Insurance Fund (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At December 31, 2024, the City 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	\$ -	\$ 150,628
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	22,992	-
Changes in Assumptions	532,389	670,198
Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	89,439	56,635
Total	<u>\$ 644,820</u>	<u>\$ 877,461</u>

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended December 31,</u>	<u>Expense</u>
2025	\$ (8,934)
2026	11,093
2027	(49,379)
2028	(98,867)
2029	(101,448)
Thereafter	14,894
Total	<u>\$ (232,641)</u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

2. Local Retiree Life Insurance Fund (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions. The total OPEB liability in the January 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Valuation Date:	January 1, 2023
Measurement Date of Net OPEB Liability (Asset):	December 31, 2023
Experience Study:	January 1, 2018 - December 31, 2020 Published November 19, 2021
Actuarial Cost Method:	Entry Age Normal
20 Year Tax-Exempt Municipal Bond Yield: *	3.26%
Long-Term Expected Rate of Return:	4.25%
Discount Rate:	3.32%
Salary Increases:	
Wage Inflation	3.00%
Seniority/Merit	0.1% - 5.6%
Mortality:	2020 WRS Experience Mortality Table

* Based on the Bond Buyers GO 20-Bond Municipal index

Actuarial assumptions are based upon an experience study conducted in 2020 that covered a three-year period from January 1, 2018 to December 31, 2020. The total OPEB liability for December 31, 2023 is based upon a roll-forward of the liability calculated from the December 31, 2023 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.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

2. Local Retiree Life Insurance Fund (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Asset Class	Index	Target Allocation	Long-Term Expected Geometric Real Rate of Return %
U.S. Intermediate Credit Bonds	Bloomberg U.S. Intermediate Credit	40%	2.32%
U.S. Mortgages	Bloomberg U.S. MBS	60%	2.52%
Inflation			2.30%
Long-Term Expected Rate of Return			4.25%

Single Discount Rate. A single discount rate of 3.32% was used to measure the total OPEB liability for the current year, as opposed to a discount rate of 3.76% for the prior year. The significant change in the discount rate was primarily caused by the decrease in the municipal bond rate from 3.72% as of December 31, 2022 to 3.26% as of December 31, 2023. 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.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

I. Other Postemployment Benefits (Continued)

2. Local Retiree Life Insurance Fund (Continued)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Sensitivity of the City's Proportionate Share of Net OPEB Liability to Changes in the Discount Rate. The following presents the City's proportionate share of the net OPEB liability calculated using the discount rate of 3.32%, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.32%) or 1-percentage-point higher (4.32%) than the current rate:

	1% Decrease to Discount Rate (2.32%)	Current Discount Rate (3.32%)	1% Increase to Discount Rate (4.32%)
City's Proportionate Share of the Net OPEB Liability (Asset)	\$ 2,286,828	\$ 1,701,966	\$ 1,255,526

Payable to the OPEB Plan

The City reported no payable for the outstanding amount of contribution to the Plan required for the year ended December 31, 2024.

J. Fund Equity

Nonspendable Fund Balance

In the fund financial statements, portions of the governmental fund balances are amounts that cannot be spent because they are either 1) not in spendable form or 2) legally or contractually required to be maintained intact. At December 31, 2024, nonspendable fund balance was as follows:

General Fund:

Nonspendable:

Special Assessments	\$ 65,098
Long Term Receivables	792,151
Advance to Other Funds	2,027,821
Inventories and Prepaid Items	218,583
Total Nonspendable Fund Balance	<u>\$ 3,103,653</u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

J. Fund Equity (Continued)

Restricted Fund Balance

In the fund financial statements, portions of governmental fund balances are not available for appropriation or are legally restricted for use for a specific purpose. At December 31, 2024, restricted fund balance was as follows:

General Fund:

Restricted for:

Property Tax Relief and Economic Development	\$ 60,516
Sick Leave Escrow	578,390
Recreation Scholarship	<u>51,502</u>
Total General Fund Restricted Fund Balance	690,408

Debt Service Fund	2,145,905
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Special Revenue Funds:

Restricted for:

Development Loans	877,581
Public Land Acquisition	135,495
Affordable Housing	<u>1,937,465</u>
Total Special Revenue Funds Balance	2,950,541

Capital Projects Funds:

Restricted for:

Capital Projects	
TID No. 8	1,850,785
TID No. 11	944,969
TID No. 12	2,888,392
TID No. 13	185,853
TID No. 14	166,259
TID No. 15	3,456,663
TID No. 17	870,694
TID No. 18	<u>134,263</u>
Total Tax incremental Financing District Expenditures	<u>10,497,878</u>
Total Restricted Fund Balance	<u><u>\$ 16,284,732</u></u>

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

J. Fund Equity (Continued)

Committed Fund Balance

In the fund financial statements, portions of government fund balances are committed by City Council action. At December 31, 2024, General Fund balance was committed as follows:

General Fund:

Committed for:

Nonlapsing Funds	\$ 485,460
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Special Revenue Funds:

Committed for:

Riverwalk Pier	561,099
Dog Park	13,884
Park Equipment	62,507
De Pere Micro Fund Loan	86,814
Total Special Revenue Fund Committed	724,304
Fund Balance	724,304

Capital Project Funds:

Committed for:

Capital Equipment	1,139,585
Public Improvements	3,783,706
Community Center	13,616
Police/Fire Expansion	2,932
Total Capital Project Funds	4,939,839

Total Committed Fund Balance	\$ 6,149,603
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Minimum General Fund Balance Policy

The City has also adopted a minimum fund balance policy of 25% of subsequent year budgeted expenditures for the general fund. The minimum fund balance is maintained for cash flow and working capital purposes. The minimum fund balance amount is calculated as follows:

Budgeted 2025 General Fund Expenditures	\$ 23,232,522
Minimum Fund Balance %	(x) 25%
Minimum Fund Balance Amount	\$ 5,808,131

The City's unassigned general fund balance of \$9,343,032 is above the minimum fund balance amount.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 OTHER INFORMATION

A. Tax Incremental Financing

The City has established separate capital projects funds for twelve Tax Incremental City (TID) which were created by the City in accordance with Section 66.1105 of the Wisconsin Statutes. At the time the City was created, the property tax base within the City was “frozen” and increment taxes resulting from increases to the property tax base are used to finance City improvements, including principal and interest on long-term debt issued by the City to finance such improvements. The Statutes allow eligible project costs to be incurred up to five years prior to the maximum termination date. The City’s City is still eligible to incur project costs.

Since creation of the TID’s, the City has provided various financing sources to the TID. The foregoing amounts are not recorded as liabilities in the TID capital project fund but can be recovered by the City from any future excess tax increment revenues. As of December 31, 2024, the City can recover \$30,478,516 from future excess tax increment revenues of the following. Furthermore, the intent of the City is to recover the above amounts from future TID surplus funds, if any, prior to termination of the respective Cities. Unless terminated by the City prior thereto, each TID has a statutory termination year as follows:

	TID No. 7	TID No. 8	TID No. 9	TID No. 10
Creation Date	10/17/2006	8/21/2007	8/7/2012	8/7/2012
Termination Date	10/17/2033	8/21/2027	8/7/2039	8/7/2032
Tax Increment Property Tax Revenues for 2024	\$ 115,821	\$ 400,007	\$ 154,798	\$ 227,502
Net Unreimbursed (Recovered) Project Costs	\$ 5,826,471	\$ (690,784)	\$ 3,391,938	\$ 4,929,910

	TID No. 11	TID No. 12	TID No. 13	TID No. 14
Creation Date	9/1/2015	9/1/2015	7/18/2017	9/19/2018
Termination Date	9/1/2035	9/1/2035	7/18/2037	12/31/2038
Tax Increment Property Tax Revenues for 2024	\$ 699,993	\$ 1,974,090	\$ 275,117	\$ 39,539
Net Unreimbursed (Recovered) Project Costs	\$ 1,209,934	\$ 4,046,487	\$ 2,534,061	\$ 928,740

	TID No. 15	TID No. 16	TID No. 17	TID No. 18
Creation Date	2/15/2020	2/21/2020	3/16/2021	5/7/2024
Termination Date	2/18/2040	2/21/2040	3/16/2042	5/7/2051
Tax Increment Property Tax Revenues for 2024	\$ 620,714	\$ -	\$ 305,692	\$ -
Net Unreimbursed (Recovered) Project Costs	\$ 4,845,653	\$ -	\$ 1,124,283	\$ 1,641,039

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance. The City completes an annual review of its insurance coverage to ensure adequate coverage. Settled claims have not exceeded coverage in each of the past three years.

In addition to the above, the City has established separate internal service funds for the following risk management programs:

Health Self-Insurance Fund

City employees, retirees and employee dependents are eligible for medical benefits from a health self-insurance fund. Funding is provided by charges to City departments, employees, and retirees. The program is supplemented by stop loss protection, which limits the City's annual liability. Fund expenses consist of payments to a third-party administrator for medical claims, stop loss insurance premiums and administrative fees. On December 31, 2024, the fund had a balance of \$545,471.

The claims liability of \$133,674 reported in the fund at December 31, 2024 is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount are as follows:

	Liability January 1	Current Year Claims and Changes in Estimates	Claims Payments	Liability December 31
2024	\$ 172,844	\$ 2,835,301	\$ 3,141,819	\$ 133,674
2023	186,095	1,679,556	2,038,495	172,844

Dental Self-Insurance Fund

City employees, retirees and employee dependents are eligible for dental benefits from a dental self-insurance fund. Funding is provided by charges to City departments, employees and retirees. The program is supplemented by stop loss protection, which limits the City's annual liability. Fund expenses consist of payments to a third-party administrator for dental claims, stop loss insurance premiums and administrative fees. On December 31, 2024, the fund had a balance of \$73,957.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Risk Management (Continued)

Dental Self-Insurance Fund (Continued)

The claims liability of \$6,243 reported in the fund at December 31, 2024, is based on the requirements of GASB Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amount are as follows:

	Liability January 1	Current Year Claims and Changes in Estimates	Claims Payments	Liability December 31
2024	\$ 3,786	\$ 138,219	\$ 135,762	\$ 6,243
2023	2,571	133,174	131,959	3,786

C. Contingencies

From time to time, the City is party to other various pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the City that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

D. Water Purchase Contract with Central Brown County Water Authority

The City of De Pere is a Charter member of the Central Brown County Water Authority with five other Brown County communities. The Authority was formed under Wisconsin Statutes in 1998 to provide a long-term solution to water quantity and quality concerns. In 2004, the Authority entered into a contract to purchase Lake Michigan water from the City of Manitowoc. In 2007 the Authority completed construction of a 30 mile water transmission main from the City of Manitowoc and a 35 mile long spoke transmission system to distribute the water to its individual members. To provide funds to complete construction projects, the Authority issued \$136,625,000 of revenue bonds in June of 2005.

Each Charter Member has entered into a water purchase contract under which they agree to purchase wholesale water from the Authority. Rates charged to each member are billed monthly and are based on (1) operation and maintenance costs, (2) fixed costs, including debt service on the revenue bond and (3) required Security Fund deposits. During 2024, the City paid the Authority \$3,627,411 in accordance with the water purchase contract.

**CITY OF DE PERE, WISCONSIN
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 OTHER INFORMATION (CONTINUED)

E. Correction of an Error in Previously Issued Financial Statements

The County recorded a prior period adjustment to increase beginning fund balance by \$578,390 in the General Fund. The adjustment was to remove compensated absences that are not due and payable in the fund financial statements.

F. Change in Accounting Principle

Effective January 1, 2023, the City implemented GASB Statement No. 101, *Compensated Absences*. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. As a result of the implementation of this standard, the compensated absences liability as of January 1, 2023 was restated by \$942,867.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF DE PERE, WISCONSIN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
WISCONSIN RETIREMENT SYSTEM
LAST 10 MEASUREMENT PERIODS

Measurement Period Ending	Proportion of the Net Pension Liability (Asset)	Proportionate Share of the Net Pension Liability (Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)
12/31/14	0.08664090%	\$ (2,128,138)	\$ 9,073,681	23.45%	102.74%
12/31/15	0.08721909%	1,417,293	9,424,305	15.04%	98.20%
12/31/16	0.08851511%	729,575	9,577,125	7.62%	99.12%
12/31/17	0.09092334%	(2,699,621)	9,670,368	27.92%	102.93%
12/31/18	0.09310308%	3,312,315	10,029,996	33.02%	96.45%
12/31/19	0.09492159%	(3,060,705)	10,457,329	-29.27%	102.96%
12/31/20	0.09781188%	(6,106,531)	11,200,080	-54.52%	105.26%
12/31/21	0.09980036%	(8,044,092)	11,354,060	-70.85%	106.02%
12/31/22	0.10256648%	5,433,668	12,055,709	45.07%	95.75%
12/31/23	0.10362884%	1,540,759	12,666,777	12.16%	98.85%

SCHEDULE OF CONTRIBUTIONS
WISCONSIN RETIREMENT SYSTEM
LAST 10 FISCAL YEARS

Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered Payroll (fiscal year)	Contributions as a Percentage of Covered Payroll
12/31/15	\$ 853,538	\$ 853,538	\$ -	\$ 9,424,305	9.06%
12/31/16	862,667	862,667	-	9,577,125	9.01%
12/31/17	947,840	947,840	-	9,670,368	9.80%
12/31/18	976,960	976,960	-	10,029,996	9.74%
12/31/19	1,006,862	1,006,862	-	10,457,329	9.63%
12/31/20	1,156,889	1,156,889	-	11,200,080	10.33%
12/31/21	1,180,293	1,180,293	-	11,354,060	10.40%
12/31/22	1,234,602	1,234,602	-	12,055,709	10.24%
12/31/23	1,431,922	1,431,922	-	12,666,777	11.30%
12/31/24	1,529,034	1,529,034	-	13,412,687	11.19%

See accompanying Notes to Required Supplementary Information.

CITY OF DE PERE, WISCONSIN
SCHEDULE OF CHANGES IN OPEB LIABILITY AND RELATED RATIOS
LAST 10 MEASUREMENT PERIODS

	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB Liability:								
Service Cost	\$ 23,096	\$ 13,526	\$ 18,510	\$ 20,168	\$ 18,239	\$ 20,928	\$ 22,795	\$ 22,795
Interest	14,154	8,637	4,505	5,929	6,523	15,145	13,298	12,862
Changes of Benefit Terms								
Differences Between Expected and Actual Experience	(20,018)	95,841	-	(44,531)	-	(157,218)	-	-
Changes of Assumptions	(7,771)	33,427	(39,218)	(11,767)	10,442	(6,038)	(13,769)	(5,254)
Benefit Payments	(11,207)	-	(6,660)	(7,758)	(12,016)	(13,749)	(31,655)	(14,784)
Net Change in Total OPEB Liability	(1,746)	151,431	(22,863)	(37,959)	23,188	(140,932)	(9,331)	15,619
Total OPEB Liability - Beginning	347,895	196,464	219,327	257,286	234,098	375,030	384,361	368,742
Total OPEB Liability - Ending	<u>\$ 346,149</u>	<u>\$ 347,895</u>	<u>\$ 196,464</u>	<u>\$ 219,327</u>	<u>\$ 257,286</u>	<u>\$ 234,098</u>	<u>\$ 375,030</u>	<u>\$ 384,361</u>
Covered-Employee Payroll	\$ 11,634,130	\$ 11,634,130	\$ 10,509,539	\$ 10,509,539	\$ 9,732,159	\$ 9,732,159	\$ 7,447,066	\$ 7,447,066
City's Total OPEB Liability as a Percentage of Covered-Employee Payroll	2.98%	2.99%	1.87%	2.09%	2.64%	2.41%	5.04%	5.16%

See accompanying Notes to Required Supplementary Information.

CITY OF DE PERE, WISCONSIN
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY (ASSET)
LOCAL RETIREE LIFE INSURANCE FUND
LAST 10 MEASUREMENT PERIODS

Measurement Period Ending	Proportion of the Net OPEB Liability (Asset)	Proportionate Share of the Net OPEB Liability (Asset)	Covered-Employee Payroll	Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of Covered-Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
12/31/17	0.36553200%	\$ 1,099,732	\$ 9,670,368	11.37%	44.81%
12/31/18	0.37112800%	957,635	9,292,000	10.31%	48.69%
12/31/19	0.35037200%	1,491,952	9,509,000	15.69%	37.58%
12/31/20	0.34576900%	1,901,979	10,418,000	18.26%	31.36%
12/31/21	0.36375600%	2,149,932	10,514,000	20.45%	29.57%
12/31/22	0.37744600%	1,438,004	10,592,000	13.58%	38.81%
12/31/23	0.36994000%	1,701,966	11,047,000	15.41%	33.90%

SCHEDULE OF CONTRIBUTIONS
LOCAL RETIREE LIFE INSURANCE FUND
LAST 10 FISCAL YEARS

Fiscal Year Ending	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	Covered-Employee Payroll	Contributions as a Percentage of Covered-Employee Payroll
12/31/17	\$ 6,917	\$ 6,917	\$ -	\$ 9,670,368	0.07%
12/31/18	7,150	7,150	-	9,292,000	0.08%
12/31/19	6,915	6,915	-	10,457,330	0.07%
12/31/20	6,829	6,829	-	10,418,000	0.07%
12/31/21	7,358	7,358	-	11,354,060	0.06%
12/31/22	7,445	7,445	-	10,514,000	0.07%
12/31/23	7,555	7,555	-	10,592,000	0.07%
12/31/24	7,733	7,733	-	12,888,333	0.06%

See accompanying Notes to Required Supplementary Information.

**CITY OF DE PERE, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2024**

NOTE 1 WISCONSIN RETIREMENT SYSTEM

Changes of Benefit Terms:

There were no changes of benefit terms for any participating employer in the WRS.

Changes of Assumptions:

Based on a three-year experience study conducted in 2021 covering January 1, 2018 through December 31, 2020, the EFT 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 7.0% to 6.8%
- Lowering the discount rate from 7.0 to 6.8%
- Lowering the price inflation rate from 2.5% to 2.4%
- Lowering the postretirement adjustments from 1.9% to 1.7%
- 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 EFT 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 7.2% to 7.0%
- Lowering the discount rate from 7.2% to 7.0%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Lowering the postretirement adjustments from 2.1% to 1.9%
- Mortality assumptions were changed to reflect updated trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

**CITY OF DE PERE, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2024**

NOTE 2 OTHER POSTEMPLOYMENT BENEFITS

The City is required to present the last ten fiscal years of data; however accounting standard allow the presentation of as many years as are available until ten fiscal years are presented.

Single-Employer Defined Postemployment Benefit Plan

The discount rate was changed to the 20-year AA municipal bond rate (2.00%) for the measurement date of December 31, 2023. All other assumptions and methods remained unchanged from the valuation performed as of December 31, 2019. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Local Retiree Life Insurance Fund (LRLIF)

Changes of Benefit Terms:

There were no changes of benefit terms or assumptions for any participating employer in the LRLIF.

Changes of Assumptions:

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 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 liabilities, including the following:

- Lowering the prince inflation rate from 2.5% to 2.4%
- Mortality assumptions were changed to reflect update 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 liabilities, including the following:

- Lowering the long-term expected rate of return from 5.00% to 4.25%
- Lowering the wage inflation rate from 3.2% to 3.0%
- Lowering the price inflation rate from 2.7% to 2.5%
- Mortality assumptions were changed to reflect update trends by transitioning from the Wisconsin 2018 Mortality Table to the 2020 WRS Experience Mortality Table.

SUPPLEMENTARY INFORMATION

**CITY OF DE PERE, WISCONSIN
GENERAL FUND
DETAILED COMPARISON OF BUDGETED AND ACTUAL REVENUES
YEAR ENDED DECEMBER 31, 2024**

	Budget			Variance Final Budget - Positive (Negative)
	Original	Final	Actual	
Taxes:				
General Property	\$ 10,421,160	\$ 10,421,160	\$ 10,421,158	\$ (2)
Mobile Home	5,150	5,150	6,245	1,095
Excess Stadium District Sales Tax	120	120	3,624	3,504
Room Tax	14,000	14,000	16,153	2,153
Payments in Lieu of Taxes	1,350	1,350	1,440	90
Housing Authority	35,000	35,000	39,868	4,868
Interest and Penalties:				
Taxes	500	500	746	246
Special Assessments	10,000	10,000	8,550	(1,450)
Total Taxes	10,487,280	10,487,280	10,497,784	10,504
Intergovernmental:				
Law Enforcement Training	107,069	107,069	147,892	40,823
State Shared Taxes	2,274,544	2,274,544	2,291,121	16,577
Exempt Computer Aid	84,592	84,592	84,592	-
Fire Insurance	119,300	119,300	137,715	18,415
Rescue Squad	15,000	15,000	8,860	(6,140)
Transportation	1,394,256	1,394,256	1,394,462	206
Public Health	61,506	61,506	66,536	5,030
Recycling	97,720	97,720	97,806	86
Other	209,085	209,085	214,867	5,782
Total Intergovernmental	4,363,072	4,363,072	4,443,851	80,779
Licenses and Permits:				
Licenses:				
Liquor and Malt Beverage	33,000	33,000	32,248	(752)
Operators	25,000	25,000	21,651	(3,349)
Cigarette	2,300	2,300	2,300	-
Food and Beverage	95,746	95,746	116,914	21,168
Cable Television	104,000	104,000	88,870	(15,130)
Dog	4,500	4,500	4,312	(188)
Other Licenses/Permits	9,455	9,455	12,081	2,626
Permits:				
Construction	15,450	15,450	15,650	200
Electrical, Mechanical, and Plumbing	231,750	231,750	272,276	40,526
Sanitary Sewer	12,978	12,978	18,700	5,722
Zoning	355,678	355,678	444,756	89,078
Total Licenses and Permits	889,857	889,857	1,029,758	139,901

**CITY OF DE PERE, WISCONSIN
GENERAL FUND
DETAILED COMPARISON OF BUDGETED AND ACTUAL REVENUES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

	Budget		Actual	Variance Final Budget - Positive (Negative)
	Original	Final		
Fines and Forfeits:				
Court Forfeitures and Costs	\$ 240,000	\$ 240,000	\$ 175,068	\$ (64,932)
Parking Violations	30,000	30,000	44,108	14,108
Total Fines and Forfeits	270,000	270,000	219,176	(50,824)
Public Charges for Services:				
General Government	34,550	34,550	48,473	13,923
Police	1,980	1,980	4,604	2,624
Alarm Monitoring Fees	6,000	6,000	7,825	1,825
Fire	-	-	2,565	2,565
Ambulance	1,025,000	1,025,000	1,154,995	129,995
Streets	85,137	85,137	143,337	58,200
Snow Removal	7,276	7,276	775	(6,501)
Weed Cutting	-	-	(255)	(255)
Recycling	17,050	17,050	31,522	14,472
Public Health	1,400	1,400	525	(875)
Community Center	64,040	64,040	68,682	4,642
Swimming Pools	254,410	254,410	283,630	29,220
Parks	19,050	19,050	37,061	18,011
Recreation	571,964	571,964	570,479	(1,485)
Concession Sales	53,534	53,534	48,130	(5,404)
Total Public Charges for Services	2,141,391	2,141,391	2,402,348	260,957
Intergovernmental Charges for Services:				
General Government	217,712	217,712	244,737	27,025
Public Safety	574,329	574,329	740,836	166,507
Public Works	733,442	733,442	733,442	-
Total Intergovernmental Charges for Services	1,525,483	1,525,483	1,719,015	193,532
Miscellaneous:				
Investment Income	1,400,000	1,400,000	2,166,251	766,251
Donations	-	-	448,760	448,760
Sale of City Property	110,000	110,000	146,725	36,725
Rental Income	38,055	38,055	42,035	3,980
Department Revenue	-	-	56,595	56,595
Total Miscellaneous	1,548,055	1,548,055	2,860,366	1,312,311
Total Revenues	\$ 21,225,138	\$ 21,225,138	\$ 23,172,298	\$ 1,947,160

**CITY OF DE PERE, WISCONSIN
GENERAL FUND
DETAILED COMPARISON OF BUDGETED AND ACTUAL EXPENDITURES
YEAR ENDED DECEMBER 31, 2024**

	Budget			Variance Final Budget - Positive (Negative)
	Original	Final	Actual	
General Government:				
Council	\$ 85,022	\$ 85,022	\$ 81,842	\$ 3,180
Municipal Court	132,129	132,129	130,429	1,700
Mayor	47,317	47,317	44,651	2,666
Administrator	210,369	210,369	180,122	30,247
Clerk/Treasurer	300,819	300,819	287,464	13,355
Elections	75,810	75,810	64,584	11,226
Elections Outlay	10,000	10,000	-	10,000
Assessment of Property	97,975	97,975	95,566	2,409
Accounting and Finance	200,985	200,985	194,971	6,014
Accounting and Finance Outlay	60,000	60,000	-	60,000
Data Processing	248,579	259,219	234,691	24,528
Data Processing Outlay	43,000	73,250	71,334	1,916
Personnel and Insurance	459,719	459,719	446,080	13,639
Legal	331,374	389,874	313,223	76,651
Legal Outlay	1,200	1,200	-	1,200
City Hall	134,770	134,770	141,950	(7,180)
City Hall Outlay	10,000	12,911	10,404	2,507
Other General Government	426,916	426,916	186,170	240,746
Total General Government	2,875,984	2,978,285	2,483,481	494,804
Public Safety:				
Police Department	6,334,917	6,348,906	6,268,971	79,935
Police Department Outlay	42,500	42,500	48,742	(6,242)
Traffic Control	98,013	98,013	78,425	19,588
Fire/Ambulance Department	4,661,920	4,705,200	4,732,191	(26,991)
Fire/Ambulance Department Outlay	11,000	11,000	7,993	3,007
Building and Electrical	333,559	333,559	345,441	(11,882)
Jail	7,750	7,750	5,123	2,627
Total Public Safety	11,489,659	11,546,928	11,486,886	60,042
Public Works:				
Street Machinery Repair	151,061	151,061	136,128	14,933
Street Machinery Repair Outlay	35,540	35,540	32,175	3,365
Municipal Service Center	127,115	127,115	99,389	27,726
Municipal Service Center Outlay	19,250	19,250	7,244	12,006
Mechanics	182,533	182,533	180,015	2,518
Administration	134,497	134,497	133,534	963
Administration Outlay	3,300	3,300	3,205	95
Engineer	294,210	294,210	267,360	26,850
Engineer Outlay	31,750	31,750	32,750	(1,000)
Street Maintenance	207,084	207,084	140,679	66,405

**CITY OF DE PERE, WISCONSIN
GENERAL FUND
DETAILED COMPARISON OF BUDGETED AND ACTUAL EXPENDITURES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

	Budget			Variance Final Budget - Positive (Negative)
	Original	Final	Actual	
Public Works (Continued):				
Street Maintenance Outlay	\$ -	\$ -	\$ 16,660	\$ (16,660)
Brush Pickup	131,882	131,882	122,045	9,837
Weed Cutting	21,247	21,247	24,597	(3,350)
Snow and Ice Control	337,281	337,281	179,265	158,016
Traffic Signs and Markings	177,417	177,417	138,957	38,460
Traffic Signs and Markings Outlay	12,000	12,000	12,000	-
Traffic Lights	40,820	40,820	42,051	(1,231)
Street Lighting	433,282	433,282	456,772	(23,490)
Street Cleaning	-	-	1,933	(1,933)
Transit Systems	147,973	147,973	114,532	33,441
Total Public Works	2,488,242	2,488,242	2,141,291	346,951
Sanitation:				
Garbage and Refuse Collection	433,820	433,820	479,560	(45,740)
Landfill Waste Disposal	320,000	320,000	315,684	4,316
Recycling	164,144	164,144	178,326	(14,182)
Total Sanitation	917,964	917,964	973,570	(55,606)
Health and Human Services:				
Nurse	747,466	747,466	841,159	(93,693)
Board of Health	100	100	-	100
Total Health and Human Services	747,566	747,566	841,159	(93,593)
Culture and Recreation:				
Community Center	415,339	415,339	401,075	14,264
Community Center Outlay	15,000	15,000	15,000	-
Special Events and Celebrations	34,772	34,772	34,405	367
Park and Recreation Administration	320,823	320,823	375,097	(54,274)
Recreation	723,745	723,745	601,181	122,564
Swimming Pools	625,951	625,951	554,368	71,583
Swimming Pools Outlay	13,600	13,600	10,719	2,881
Parks - General	672,202	672,202	704,015	(31,813)
Parks Outlay	33,500	52,460	1,066,309	(1,013,849)
Parks Equipment Maintenance	107,821	107,821	99,766	8,055
Boat Ramps	27,297	27,297	23,347	3,950
Forestry	282,684	282,684	332,051	(49,367)
Historical Society	14,860	14,860	3,097	11,763
Total Culture and Recreation	3,287,594	3,306,554	4,220,430	(913,876)
Conservation and Development:				
Economic Development	461,136	546,361	502,126	44,235
Total Expenditures	\$ 22,268,145	\$ 22,531,900	\$ 22,648,943	\$ (117,043)

**CITY OF DE PERE, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2024**

	Special Revenue				
	Development Loan Program	Public Land Acquisition	Riverwalk Pier	Cable Access	Dog Park
ASSETS					
Cash and Investments	\$ 890,405	\$ 135,495	\$ 561,099	\$ 181	\$ 13,884
Receivables:					
Taxes and Special Charges	-	-	-	-	-
Accounts	-	-	-	15,603	-
Special Assessments	-	-	-	-	-
Loans	678	-	-	-	-
Due from Other Funds	-	-	-	-	-
Total Assets	\$ 891,083	\$ 135,495	\$ 561,099	\$ 15,784	\$ 13,884
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 12,545	\$ -	\$ -	\$ 1,527	\$ -
Accrued and Other Current Liabilities	279	-	-	4,055	-
Due to Other Funds	-	-	-	10,202	-
Unearned Revenues	-	-	-	-	-
Total Liabilities	12,824	-	-	15,784	-
Deferred Inflows of Resources:					
Property Taxes Levied for Subsequent Year	-	-	-	-	-
Loans Receivable	678	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	678	-	-	-	-
Fund Balances:					
Restricted	877,581	135,495	-	-	-
Committed	-	-	561,099	-	13,884
Unassigned (Deficit)	-	-	-	-	-
Total Fund Balances	877,581	135,495	561,099	-	13,884
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 891,083	\$ 135,495	\$ 561,099	\$ 15,784	\$ 13,884

**CITY OF DE PERE, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

	Special Revenue				
	Southwest Park Equipment	De Pere Micro Fund Loan	Local Fiscal Recovery Funds	Affordable Housing	Pool
ASSETS					
Cash and Investments	\$ 62,507	\$ 86,814	\$ 234,051	\$ 1,937,744	\$ -
Receivables:					
Taxes and Special Charges	-	-	-	-	387,177
Accounts	-	-	-	-	-
Special Assessments	-	-	-	-	-
Loans	-	5,000	-	-	-
Due from Other Funds	-	-	-	-	-
Total Assets	\$ 62,507	\$ 91,814	\$ 234,051	\$ 1,937,744	\$ 387,177
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ 103,381	\$ -	\$ -
Accrued and Other Current Liabilities	-	-	-	279	-
Due to Other Funds	-	-	-	-	-
Unearned Revenues	-	-	130,670	-	-
Total Liabilities	-	-	234,051	279	-
Deferred Inflows of Resources:					
Property Taxes Levied for Subsequent Year	-	-	-	-	387,177
Loans Receivable	-	5,000	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	-	5,000	-	-	387,177
Fund Balances:					
Restricted	-	-	-	1,937,465	-
Committed	62,507	86,814	-	-	-
Unassigned (Deficit)	-	-	-	-	-
Total Fund Balances	62,507	86,814	-	1,937,465	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 62,507	\$ 91,814	\$ 234,051	\$ 1,937,744	\$ 387,177

**CITY OF DE PERE, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

	Capital Projects				
	Community Center	Police/Fire Expansion	Pool Capital Projects	TID No. 8	TID No. 9
ASSETS					
Cash and Investments	\$ 13,616	\$ 2,932	\$ -	\$ 385,261	\$ -
Receivables:					
Taxes and Special Charges	-	-	512,823	333,752	164,036
Accounts	-	-	-	-	-
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Funds	-	-	-	1,485,781	-
Total Assets	\$ 13,616	\$ 2,932	\$ 512,823	\$ 2,204,794	\$ 164,036
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ -	\$ 20,257	\$ -
Accrued and Other Current Liabilities	-	-	-	-	-
Due to Other Funds	-	-	781,949	-	486,136
Unearned Revenues	-	-	-	-	-
Total Liabilities	-	-	781,949	20,257	486,136
Deferred Inflows of Resources:					
Property Taxes Levied for Subsequent Year	-	-	512,823	333,752	164,036
Loans Receivable	-	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	512,823	333,752	164,036
Fund Balances:					
Restricted	-	-	-	1,850,785	-
Committed	13,616	2,932	-	-	-
Unassigned (Deficit)	-	-	(781,949)	-	(486,136)
Total Fund Balances	13,616	2,932	(781,949)	1,850,785	(486,136)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 13,616	\$ 2,932	\$ 512,823	\$ 2,204,794	\$ 164,036

**CITY OF DE PERE, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

Capital Projects

	TID No. 10	TID No. 11	TID No. 12	TID No. 13	TID No. 14
ASSETS					
Cash and Investments	\$ -	\$ 982,019	\$ -	\$ 187,759	\$ 166,259
Receivables:					
Taxes and Special Charges	279,137	818,088	2,238,001	419,649	35,048
Accounts	-	-	-	-	-
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Funds	-	-	2,895,127	-	-
Total Assets	\$ 279,137	\$ 1,800,107	\$ 5,133,128	\$ 607,408	\$ 201,307
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 382	\$ 34,889	\$ 3,987	\$ -	\$ -
Accrued and Other Current Liabilities	-	2,161	2,748	1,906	-
Due to Other Funds	2,073,529	-	-	-	-
Unearned Revenues	-	-	-	-	-
Total Liabilities	2,073,911	37,050	6,735	1,906	-
Deferred Inflows of Resources:					
Property Taxes Levied for Subsequent Year	279,137	818,088	2,238,001	419,649	35,048
Loans Receivable	-	-	-	-	-
Special Assessments	-	-	-	-	-
Total Deferred Inflows of Resources	279,137	818,088	2,238,001	419,649	35,048
Fund Balances:					
Restricted	-	944,969	2,888,392	185,853	166,259
Committed	-	-	-	-	-
Unassigned (Deficit)	(2,073,911)	-	-	-	-
Total Fund Balances	(2,073,911)	944,969	2,888,392	185,853	166,259
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 279,137	\$ 1,800,107	\$ 5,133,128	\$ 607,408	\$ 201,307

**CITY OF DE PERE, WISCONSIN
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

	Capital Projects			
	TID No. 15	TID No. 17	TID No. 18	Totals
ASSETS				
Cash and Investments	\$ -	\$ 920,029	\$ 134,263	\$ 6,714,318
Receivables:				
Taxes and Special Charges	839,564	270,188	-	6,297,463
Accounts	-	-	-	15,603
Special Assessments	1,298,656	-	-	1,298,656
Loans	-	-	-	5,678
Due from Other Funds	3,465,228	-	-	7,846,136
Total Assets	<u>\$ 5,603,448</u>	<u>\$ 1,190,217</u>	<u>\$ 134,263</u>	<u>\$ 22,177,854</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 4,445	\$ 48,848	\$ -	\$ 230,261
Accrued and Other Current Liabilities	4,120	487	-	16,035
Due to Other Funds	-	-	-	3,351,816
Unearned Revenues	-	-	-	130,670
Total Liabilities	8,565	49,335	-	3,728,782
Deferred Inflows of Resources:				
Property Taxes Levied for Subsequent Year	839,564	270,188	-	6,297,463
Loans Receivable	-	-	-	5,678
Special Assessments	1,298,656	-	-	1,298,656
Total Deferred Inflows of Resources	2,138,220	270,188	-	7,601,797
Fund Balances:				
Restricted	3,456,663	870,694	134,263	13,448,419
Committed	-	-	-	740,852
Unassigned (Deficit)	-	-	-	(3,341,996)
Total Fund Balances	<u>3,456,663</u>	<u>870,694</u>	<u>134,263</u>	<u>10,847,275</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,603,448</u>	<u>\$ 1,190,217</u>	<u>\$ 134,263</u>	<u>\$ 22,177,854</u>

CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024

	Special Revenue				
	Development Loan Program	Public Land Acquisition	Riverwalk Pier	Cable Access	Dog Park
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Intergovernmental	-	-	-	47,422	-
Licenses and Permits	-	-	-	59,246	-
Public Charges for Services	-	15,900	-	-	-
Miscellaneous	24,360	-	-	-	251
Total Revenues	24,360	15,900	-	106,668	251
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Culture and Recreation	-	-	-	156,888	-
Conservation and Development	124,865	-	19,641	-	-
Debt Service:					
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	-	1,837	-	15,376	-
Total Expenditures	124,865	1,837	19,641	172,264	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(100,505)	14,063	(19,641)	(65,596)	251
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Premium on Debt Issued	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Transfers In	-	-	-	65,715	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	65,715	-
NET CHANGE IN FUND BALANCES	(100,505)	14,063	(19,641)	119	251
Fund Balances (Deficit) - Beginning of Year, as Originally Stated	978,086	121,432	580,740	(119)	13,633
Change Within Financial Reporting Entity - Nonmajor to Major Fund	-	-	-	-	-
Fund Balance (Deficit) - Beginning of Year, as Adjusted	978,086	121,432	580,740	(119)	13,633
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 877,581</u>	<u>\$ 135,495</u>	<u>\$ 561,099</u>	<u>\$ -</u>	<u>\$ 13,884</u>

CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	Special Revenue				
	Southwest Park Equipment	De Pere Micro Fund Loan	Local Fiscal Recovery Funds	Affordable Housing	Pool
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Special Assessments	-	-	-	-	-
Intergovernmental	-	-	1,682,516	-	-
Licenses and Permits	-	-	-	-	-
Public Charges for Services	-	-	-	-	-
Miscellaneous	19,800	33,586	-	-	-
Total Revenues	19,800	33,586	1,682,516	-	-
EXPENDITURES					
Current:					
General Government	-	-	7,393	-	-
Culture and Recreation	-	-	1,675,123	-	-
Conservation and Development	-	-	-	31,062	-
Debt Service:					
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	112,771	-	-	-	-
Total Expenditures	112,771	-	1,682,516	31,062	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(92,971)	33,586	-	(31,062)	-
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Premium on Debt Issued	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Transfers In	-	-	-	-	-
Transfers Out	(42,000)	-	-	-	-
Total Other Financing Sources (Uses)	(42,000)	-	-	-	-
NET CHANGE IN FUND BALANCES	(134,971)	33,586	-	(31,062)	-
Fund Balances (Deficit) - Beginning of Year, as Originally Stated	197,478	53,228	-	1,968,527	-
Change Within Financial Reporting Entity - Nonmajor to Major Fund	-	-	-	-	-
Fund Balance (Deficit) - Beginning of Year, as Adjusted	197,478	53,228	-	1,968,527	-
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 62,507</u>	<u>\$ 86,814</u>	<u>\$ -</u>	<u>\$ 1,937,465</u>	<u>\$ -</u>

CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	Capital Projects				
	Capital Equipment	Community Center	Police/Fire Expansion	Capital Projects	TID No. 7
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ 900,000	\$ -
Special Assessments	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Licenses and Permits	-	-	-	-	-
Public Charges for Services	-	-	-	-	-
Miscellaneous	-	13,019	-	-	-
Total Revenues	-	13,019	-	900,000	-
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Culture and Recreation	-	4,121	-	-	-
Conservation and Development	-	-	-	-	-
Debt Service:					
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	-	-	-	5,406	-
Total Expenditures	-	4,121	-	5,406	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	8,898	-	894,594	-
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Premium on Debt Issued	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	(614,327)	-
Total Other Financing Sources (Uses)	-	-	-	(614,327)	-
NET CHANGE IN FUND BALANCES	-	8,898	-	280,267	-
Fund Balances (Deficit) - Beginning of Year, as Originally Stated	2,633,473	4,718	2,932	(1,062,216)	(3,590,008)
Change Within Financial Reporting Entity - Nonmajor to Major Fund	(2,633,473)	-	-	-	3,590,008
Fund Balance (Deficit) - Beginning of Year, as Adjusted	-	4,718	2,932	(1,062,216)	-
FUND BALANCES (DEFICIT) - END OF YEAR	\$ -	\$ 13,616	\$ 2,932	\$ (781,949)	\$ -

CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	Capital Projects				
	TID No. 8	TID No. 9	TID No. 10	TID No. 11	TID No. 12
REVENUES					
Taxes	\$ 400,995	\$ 183,669	\$ 235,464	\$ 699,993	\$ 1,974,090
Special Assessments	-	-	-	-	-
Intergovernmental	230,172	8,005	20,109	60	-
Licenses and Permits	-	-	-	-	-
Public Charges for Services	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total Revenues	631,167	191,674	255,573	700,053	1,974,090
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Conservation and Development	71,533	82,921	185,046	271,356	268,040
Debt Service:					
Interest and Fiscal Charges	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	71,533	82,921	185,046	271,356	268,040
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	559,634	108,753	70,527	428,697	1,706,050
OTHER FINANCING SOURCES (USES)					
Long-Term Debt Issued	-	-	-	-	-
Premium on Debt Issued	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Transfers In	-	-	-	-	-
Transfers Out	(359,906)	(290,080)	(523,383)	(374,371)	(605,173)
Total Other Financing Sources (Uses)	(359,906)	(290,080)	(523,383)	(374,371)	(605,173)
NET CHANGE IN FUND BALANCES	199,728	(181,327)	(452,856)	54,326	1,100,877
Fund Balances (Deficit) - Beginning of Year, as Originally Stated	1,651,057	(304,809)	(1,621,055)	890,643	1,787,515
Change Within Financial Reporting Entity - Nonmajor to Major Fund	-	-	-	-	-
Fund Balance (Deficit) - Beginning of Year, as Adjusted	1,651,057	(304,809)	(1,621,055)	890,643	1,787,515
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 1,850,785</u>	<u>\$ (486,136)</u>	<u>\$ (2,073,911)</u>	<u>\$ 944,969</u>	<u>\$ 2,888,392</u>

CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024

	Capital Projects			
	TID No. 13	TID No. 17	TID No. 18	Totals
REVENUES				
Taxes	\$ 275,117	\$ 305,692	\$ -	\$ 5,698,928
Special Assessments	-	-	-	86,577
Intergovernmental	-	-	-	1,988,284
Licenses and Permits	-	-	-	59,246
Public Charges for Services	-	-	-	15,900
Miscellaneous	-	-	-	92,729
Total Revenues	275,117	305,692	-	7,941,664
EXPENDITURES				
Current:				
General Government	-	-	-	7,393
Culture and Recreation	-	-	-	1,836,132
Conservation and Development	70,669	213,681	8,509	1,526,273
Debt Service:				
Interest and Fiscal Charges	-	3,300	16,500	19,800
Capital Outlay	-	133,430	1,616,030	1,903,150
Total Expenditures	70,669	350,411	1,641,039	5,292,748
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	204,448	(44,719)	(1,641,039)	2,648,916
OTHER FINANCING SOURCES (USES)				
Long-Term Debt Issued	-	330,000	1,650,000	1,980,000
Premium on Debt Issued	-	25,089	125,302	150,391
Proceeds from Sale of Capital Assets	-	675,000	-	675,000
Transfers In	-	-	-	120,437
Transfers Out	(255,325)	(66,600)	-	(3,899,069)
Total Other Financing Sources (Uses)	(255,325)	963,489	1,775,302	(973,241)
NET CHANGE IN FUND BALANCES	(50,877)	918,770	134,263	1,675,675
Fund Balances (Deficit) - Beginning of Year, as Originally Stated	236,730	(48,076)	-	8,215,065
Change Within Financial Reporting Entity - Nonmajor to Major Fund	-	-	-	956,535
Fund Balance (Deficit) - Beginning of Year, as Adjusted	236,730	(48,076)	-	9,171,600
FUND BALANCES (DEFICIT) - END OF YEAR	<u>\$ 185,853</u>	<u>\$ 870,694</u>	<u>\$ 134,263</u>	<u>\$ 10,847,275</u>

**CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2024**

	<u>Health Self Insurance</u>	<u>Dental Self Insurance</u>	<u>Total</u>
ASSETS			
Current Assets:			
Cash and Investments	\$ 699,374	\$ 90,200	\$ 789,574
LIABILITIES			
Current Liabilities:			
Accounts and Claims Payable	133,674	6,243	139,917
Insurance Claims Payable	2,408	-	2,408
Advance from Other Funds	17,821	10,000	27,821
Total Liabilities	<u>153,903</u>	<u>16,243</u>	<u>170,146</u>
NET POSITION			
Unrestricted	<u>\$ 545,471</u>	<u>\$ 73,957</u>	<u>\$ 619,428</u>

CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2024

	Health Self Insurance	Dental Self Insurance	Total
OPERATING REVENUES			
Charges for Services	\$ 2,608,053	\$ 180,194	\$ 2,788,247
OPERATING EXPENSES			
Claims and Administrative Fees	<u>3,491,547</u>	<u>179,554</u>	<u>3,671,101</u>
OPERATING INCOME (LOSS)	(883,494)	640	(882,854)
NONOPERATING REVENUES			
Interest Income	<u>8,052</u>	<u>-</u>	<u>8,052</u>
CHANGE IN NET POSITION	(875,442)	640	(874,802)
Net Position - Beginning of Year	<u>1,420,913</u>	<u>73,317</u>	<u>1,494,230</u>
NET POSITION - END OF YEAR	<u><u>\$ 545,471</u></u>	<u><u>\$ 73,957</u></u>	<u><u>\$ 619,428</u></u>

**CITY OF DE PERE, WISCONSIN
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2024**

	Health Self Insurance	Dental Self Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Interfund Services	\$ 2,608,053	\$ 180,194	\$ 2,788,247
Cash Paid for Employee Wages and Benefits	2,408	-	2,408
Cash Paid to Suppliers	(3,530,717)	(177,097)	(3,707,814)
Net Cash Provided (Used) by Operating Activities	(920,256)	3,097	(917,159)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest Received	8,052	-	8,052
CHANGE IN CASH AND CASH EQUIVALENTS	(912,204)	3,097	(909,107)
Cash and Cash Equivalents - Beginning of Year	1,611,578	87,103	1,698,681
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 699,374</u>	<u>\$ 90,200</u>	<u>\$ 789,574</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ (883,494)	\$ 640	\$ (882,854)
Change in Operating Assets and Liabilities:			
Accounts and Claims Payable	(39,170)	2,457	(36,713)
Accrued Liabilities	2,408	-	2,408
Net Cash Provided (Used) by Operating Activities	<u>\$ (920,256)</u>	<u>\$ 3,097</u>	<u>\$ (917,159)</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES			
None			

CITY OF DE PERE, WISCONSIN
SCHEDULE OF WATER UTILITY OPERATING REVENUES AND EXPENSES
YEAR ENDED DECEMBER 31, 2024

OPERATING REVENUES

Charges for Services:

Residential	\$ 3,550,785
Commercial	1,014,072
Industrial	703,043
Public Authority	558,281
Bulk	40,684
Private Fire Protection	138,754
Public Fire Protection	<u>1,316,586</u>
Total Charges for Services	<u>7,322,205</u>

Other Revenues:

Forfeited Discounts	43,363
Other Water Revenues	<u>312,302</u>
Total Other Revenues	<u>355,665</u>

Total Operating Revenues 7,677,870

OPERATING EXPENSES

Operation and Maintenance:

Source of Supply	3,707,268
Pumping	108,880
Water Treatment	38,334
Transmission and Distribution	762,923
Customer Accounts	435,796
Administrative and General	<u>420,392</u>
Total Operation and Maintenance	<u>5,473,593</u>

Depreciation 786,968

Taxes 67,163

Total Operating Expenses 6,327,724

Operating Income \$ 1,350,146

CITY OF DE PERE, WISCONSIN
SCHEDULE OF SETTLEMENT OF DHS COST REIMBURSEMENT AWARD
PUBLIC HEALTH DEPARTMENT
YEAR ENDED DECEMBER 31, 2024

	NON-COVID PROGRAMS					
	BIOT PLAN 155015	BIOT PLAN 155015	IMMUNIZATION 155020	COMMUNICABLE 155800	COMMUNICABLE 155800	CHILHDHLEAD 157720
DHS identification number						
Grant Award	\$ 34,417	\$ 35,106	\$ 9,239	\$ 3,570	\$ 3,570	\$ 2,161
Award period	7/1/23 - 6/30/24	7/1/24 - 6/30/25	1/1/24 - 12/31/24	7/1/23 - 6/30/24	7/1/24 - 6/30/25	1/1/24 - 12/31/24
Period of award within audit period	1/1/24 - 6/30/24	7/1/24 - 12/31/24	1/1/24 - 12/31/24	1/1/24 - 6/30/24	7/1/24 - 12/31/24	1/1/24 - 12/31/24
Expenditures reported to DHS for payment	\$ 20,134	\$ 13,395	\$ 9,239	\$ 2,353	\$ 393	\$ 2,161
Contract Year	2024	2025	2024	2024	2025	2024
Actual allowable costs of award						
Program expenses						
Compensation of current officers, directors, trustees, and key employees	\$ 9,406	\$ 7,858	\$ 1,774	\$ 1,449	\$ -	\$ 674
Compensation not included above, to disqualified persons						
Other salaries and wages						
Pension plan contributions	649	542	123	100	-	46
Other employee benefits	3,524	3,217	690	290	-	289
Other costs	6,555	1,778	6,652	514	393	1,152
Total program expenses	20,134	13,395	9,239	2,353	393	2,161
Total allowable costs	\$ 20,134	\$ 13,395	\$ 9,239	\$ 2,353	\$ 393	\$ 2,161
	BIOT PLAN 159220	MCH 159320	ICA 155809	ICA 155809	SLFRF ARPA 155811	PH CRISIS 155812
DHS identification number						
Grant Award	\$ 4,300	\$ 9,147	\$ 56,100	\$ 17,297	\$ 393,500	\$ 35,025
Award period	10/1/22 - 9/30/24	1/1/24 - 12/31/24	7/1/21 - 6/30/24	7/1/24 - 6/30/25	3/1/21 - 12/31/24	7/1/22 - 6/30/24
Period of award within audit period	1/1/24 - 9/30/24	1/1/24 - 12/31/24	1/1/24 - 6/30/24	7/1/24 - 12/31/24	1/1/24 - 12/31/24	1/1/24 - 6/30/24
Expenditures reported to DHS for payment	\$ 4,300	\$ 9,147	\$ 4,163	\$ 693	\$ 193,150	\$ 15,769
Contract Year	2024	2024	2024	2025	2024	2024
Actual allowable costs of award						
Program expenses						
Compensation of current officers, directors, trustees, and key employees	\$ 3,271	\$ 257	\$ 1,451	\$ -	\$ 23,408	\$ 7,759
Compensation not included above, to disqualified persons						
Other salaries and wages						
Pension plan contributions	226	17	100	-	1,065	535
Other employee benefits	803	65	445	-	5,159	2,861
Other costs	-	8,808	2,167	693	163,518	4,614
Total program expenses	4,300	9,147	4,163	693	193,150	15,769
Total allowable costs	\$ 4,300	\$ 9,147	\$ 4,163	\$ 693	\$ 193,150	\$ 15,769

**ADDITIONAL INDEPENDENT AUDITORS' REPORT
FOR BASIC FINANCIAL STATEMENTS**



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS AND THE
WISCONSIN DEPARTMENT OF HEALTH SERVICES AUDIT GUIDE**

City Council
City of De Pere, Wisconsin

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of De Pere, Wisconsin (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated July 8, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we have identified a certain deficiency in internal control that we consider to be a material weakness and another deficiency that we consider to be a significant deficiency.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2024-002 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2024-001 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

City of De Pere, Wisconsin's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Green Bay, Wisconsin
July 8, 2025

FEDERAL AND STATE AWARDS

CITY OF DE PERE, WISCONSIN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2024

Grantor Agency/Federal Program Title	Assistance Listing Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/24	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/24	Total Expenditures	Subrecipient Payments
U.S. DEPARTMENT OF JUSTICE								
Equitable Sharing Program	16.922			\$ 12,800	\$ -	\$ (6,968)	\$ 5,832	\$ -
U.S. DEPARTMENT OF TRANSPORTATION								
Highway Safety Cluster								
Pedestrian and Bicyclist Enforcement	20.600	WI Department of Transportation	PBS-2023-DE PERE PD-00025	-	7,422	-	7,422	-
Pedestrian and Bicyclist Enforcement	20.600	WI Department of Transportation	PBS-2025-DE PERE PD-00064	-	750	-	750	-
Total Highway Safety Cluster				-	8,172	-	8,172	-
U.S. DEPARTMENT OF TREASURY								
Equitable Sharing Program	21.016			13,988	-	(13,988)	-	-
COVID 19: Coronavirus State and Local Fiscal Recovery Fund	21.027	Direct	N/A	1,813,186	-	(130,670)	1,682,516	-
COVID 19: Coronavirus State and Local Fiscal Recovery Fund	21.027	WI Department of Administration	Direct	-	13,853	-	13,853	-
COVID 19: Coronavirus State and Local Fiscal Recovery Fund	21.027	WI Department of Human Services	155811	(21,457)	182,527	32,080	193,150	-
Total U.S. Department of Treasury				1,805,717	196,380	(112,578)	1,889,519	-
U.S. ENVIRONMENTAL PROTECTION AGENCY								
Lead Testing in School and Child Care Programs Drinking Water	66.444	WI Department of Human Services	00E02760	(2,400)	2,400	-	-	-
U.S. ENVIRONMENTAL PROTECTION AGENCY								
HAVA Election Security Grants	90.404	WI Elections Commission	Direct	2,576	-	-	2,576	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES								
Public Health Emergency Preparedness	93.069	WI Department of Human Services	155015	(5,079)	34,206	4,402	33,529	-
Immunization Cooperative Agreements	93.268	WI Department of Human Services	155020	(729)	4,832	5,136	9,239	-
COVID 19: Immunization Cooperative Agreements	93.268	WI Department of Human Services	155809	(1,522)	5,685	693	4,856	-
Total Immunization Cooperative Agreements				(2,251)	10,517	5,829	14,095	-
Activities to Support STLT Health Department Response to Public Health or Healthcare Crises	93.391	WI Department of Human Services	NH75OT000039	-	5,965	-	5,965	-
COVID 19: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	WI Department of Human Services	155812	(5,649)	21,418	-	15,769	-
Preventive Health and Health Services Block Grant	93.991	WI Department of Human Services	159220	-	4,300	-	4,300	-
Maternal and Child Health Services Block Grant to the States	93.994	WI Department of Human Services	159320	(3,120)	12,267	-	9,147	-
Total U.S. Department of Health and Human Services				(16,099)	88,673	10,231	82,805	-
Total Federal Awards				\$ 1,802,594	\$ 295,625	\$ (109,315)	\$ 1,988,903	\$ -

See accompanying Notes to Schedules of Expenditures of Federal and State Awards.

**CITY OF DE PERE, WISCONSIN
SCHEDULE OF EXPENDITURES OF STATE AWARDS
YEAR ENDED DECEMBER 31, 2024**

Grantor Agency/State Program Title	State I.D. Number	Pass-Through Agency	Pass-Through Entity Identifying Number	(Accrued) Deferred Revenue 1/1/24	Cash Received (Refunded)	Accrued (Deferred) Revenue 12/31/24	Total Expenditures	Subrecipient Payments
DEPARTMENT OF NATURAL RESOURCES								
Recycling Grants to Responsible Units	370.670	Direct Program	Direct	\$ -	\$ 91,595	\$ -	\$ 91,595	\$ -
Recycling Consolidation Grants	370.673	Direct Program	Direct	-	6,211	-	6,211	-
Recreational Boating Facilities-Grant #RBF-1869	370.TA1	Direct Program	Direct	(2,306)	2,306	-	-	-
Recreational Boating Facilities-Grant #RBF-1870	370.TA1	Direct Program	Direct	(654)	654	-	-	-
Recreational Boating Facilities-Grant #RBF-1830	370.TA1	Direct Program	Direct	-	4,000	-	4,000	-
Recreational Boating Facilities-Grant #RBF-1888	370.TA1	Direct Program	Direct	-	-	5,617	5,617	-
Total Department of Natural Resources				<u>(2,960)</u>	<u>104,765</u>	<u>5,617</u>	<u>107,422</u>	<u>-</u>
DEPARTMENT OF HEALTH SERVICES								
Communicable Disease Control & Prevention	435.155800	Direct Program	155800	(476)	3,043	179	2,746	-
Cons Contracts CHHD LD	435.157720	Direct Program	157720	-	706	1,455	2,161	-
Total Department of Health Services				<u>(476)</u>	<u>3,749</u>	<u>1,634</u>	<u>4,907</u>	<u>-</u>
DEPARTMENT OF JUSTICE								
Internet Crimes Against Children	455.284	Direct Program	Direct	-	683	-	683	-
Law Enforcement Training Program	455.231	Direct Program	Direct	-	8,160	-	8,160	-
Total Department of Justice				<u>-</u>	<u>8,843</u>	<u>-</u>	<u>8,843</u>	<u>-</u>
Total State Programs				<u>\$ (3,436)</u>	<u>\$ 117,357</u>	<u>\$ 7,251</u>	<u>\$ 121,172</u>	<u>\$ -</u>

See accompanying Notes to Schedules of Expenditures of Federal and State Awards.

**CITY OF DE PERE, WISCONSIN
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
DECEMBER 31, 2024**

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards for the City of De Pere, Wisconsin, are presented in accordance with the requirements of the *Wisconsin Department of Health Services Guidance* issued by the Wisconsin Department of Health Services.

The Schedules of Expenditures of Federal and State Awards include all federal and state awards of the City and are not intended to and do not present the financial position, changes in financial position or cash flows of the City.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES

Revenues and expenditures in the schedules are presented in accordance with the modified accrual basis of accounting and are generally in agreement with revenues and expenditures reported in the City's 2024 fund financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Accrued revenue at year-end consists of federal and state program expenditures scheduled for reimbursement to the City in the succeeding year while unearned revenue represents advances for federal and state programs that exceed recorded City expenditures. Because of subsequent program adjustments, these amounts may differ from the prior year's ending balances. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

The City has not elected to charge a de minimis indirect cost rate of 10% of modified total direct costs.

NOTE 3 OVERSIGHT AGENCIES

The federal and state oversight agencies for the City are as follows:

Federal – U.S. Department of Treasury
State – Wisconsin Department of Natural Resources

NOTE 4 STATE OF WISCONSIN COMMUNITY AIDS REPORTING SYSTEM

The Wisconsin Departments of Health Services (DHS) utilizes the Grant Enrollment Application Reporting System (GEARS) for reimbursing the City for various federal and state program expenditures. The expenditures reported on the Schedules of Expenditures of Federal and State Awards for various DHS programs agree with the expenditures reported on the March 2025 GEARS for the Public Health Department.

**CITY OF DE PERE, WISCONSIN
SUMMARY OF AUDIT RESULTS
YEAR ENDED DECEMBER 31, 2024**

Section I – Summary of the Auditors' Results

Basic Financial Statements

- | | | | |
|---|-------------------|-----|---------------------------------|
| 1. Type of auditors' report issued: | Unmodified | | |
| 2. Internal control over financial reporting: | | | |
| • Material weakness(es) identified? | <u> X </u> | yes | <u> </u> no |
| • Significant deficiency(ies) identified? | <u> X </u> | yes | <u> </u> none reported |
| 3. Noncompliance material to basic financial statements or the <i>Wisconsin Department of Health Services Audit Guide</i> ? | <u> </u> | yes | <u> X </u> no |

**CITY OF DE PERE, WISCONSIN
SUMMARY OF AUDIT RESULTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

Section II – Internal Control Over Financial Reporting Findings

2024-001 Preparation of Annual Financial Report

Repeat of Finding 2023-001

Type of Finding

Significant deficiency in internal control over financial reporting.

Condition

Current City staff maintains accounting records which reflect the City's financial transactions; however, preparing the City's annual financial report, including note disclosures, involves the selection and application of specific accounting principles which would require additional experience and knowledge. The City contracts with us and our knowledge of applicable accounting principles, financial statement format, and note disclosures to assist in the preparation of the annual financial report in an efficient manner. Management reviews, approves, and takes responsibility for the fair presentation of the financial statements. However, as independent auditors, CLA cannot be considered part of the City's internal control system. As part of its internal control over preparation of its financial statements, including disclosures, the City had implemented a comprehensive review procedure to ensure that the financial statements, including note disclosures, are complete and accurate.

Criteria or Specific Requirement

The preparation and review of the annual financial report by staff with expertise in financial reporting is an internal control intended to prevent, detect, and correct a potential omission or misstatement in the financial statements or notes or other required State Financial reports.

Cause

City management has determined that the additional costs associated with training staff to become experienced in applicable accounting principles and note disclosures outweigh the derived benefits.

Effect

Without our involvement, the City may not be able to completely prepare an annual financial report in accordance with accounting principles generally accepted in the United States of America.

Recommendation

We recommend the City continue reviewing the annual financial report. Such review procedures should be performed by an individual possessing a thorough understanding accounting principles generally accepted in the United States of America and knowledge of the City's activities and operations. While it may not be cost beneficial to train additional staff to completely prepare the report, a thorough review of this information by appropriate staff of the City is necessary to obtain a complete and adequate understanding of the City's annual financial report.

View of Responsible Officials and Planned Corrective Actions

There is no disagreement with the audit finding.

**CITY OF DE PERE, WISCONSIN
SUMMARY OF AUDIT RESULTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

Section II – Internal Control Over Financial Reporting (Continued)

2024-002 Adjustments to the City's Financial Records

Type of Finding

Material Weakness in Internal Control over Financial Reporting

Condition

As part of our audit, we proposed adjusting journal entries to the City's financial statements.

Criteria or Specific Requirement

Adjusting journal entries proposed by the auditors are considered to be an internal control deficiency.

Cause

While City staff maintains financial records which accurately report revenues and expenditures throughout the year, preparing year-end adjusting and closing entries requires additional expertise that would entail additional training and staff time to develop.

Effect

Year-end financial records prepared by the City may contain misstatements.

Recommendation

We recommend the City continue reviewing the adjusting, closing and Governmental Accounting Standards Board Statement No. 34 (GASB 34) conversion entries. While it may not be cost beneficial to hire additional staff to prepare these items, a thorough review of this information by appropriate staff of the City is necessary to obtain an adequate understanding of the City's financial reports.

View of Responsible Officials and Planned Corrective Actions

There is no disagreement with this finding. Management has reviewed and approved the financial statements and other information prior to issuance.

**CITY OF DE PERE, WISCONSIN
SUMMARY OF AUDIT RESULTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

Section III – State Award Compliance Findings

Our audit did not disclose any matters required to be reported in accordance with the *Department of Health Services Audit Guide*.

Section IV – Other Issues

- | | |
|--|----|
| 1. Does the auditor have substantial doubt as to the auditee's ability to continue as a going concern? | No |
| 2. Does the audit report show audit issues (i.e. material non-compliance, non-material non-compliance, questioned cost, material weakness, significant deficiencies, management letter comment, excess revenue or excess reserve) related to grant/contracts with funding agencies that require audits to be in accordance with the <i>Department of Health Services Audit Guide</i> : | No |
| 3. Was a Management Letter or other document conveying audit comments issued as a result of this audit? | No |
| 4. Name and signature of partner | |



Scott Sternhagen, CPA

- | | |
|-------------------|--------------|
| 5. Date of report | July 8, 2025 |
|-------------------|--------------|

