

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN**

**FINANCIAL STATEMENTS AND
OTHER INFORMATION**

Year Ended December 31, 2020

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

ELECTED OFFICIALS

		Term Expires
Jan Jenson	Chairperson	4/2021
Chuck Youngquist	Supervisor	4/2021
James Boughner	Supervisor	4/2021

EX OFFICIO

Jeannette Atkinson	Clerk/Treasurer	Elected
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INDEPENDENT AUDITOR'S REPORT

To the Town Board
Town of Wascott
Douglas County, Wisconsin

We have audited the accompanying modified cash basis financial statements of the governmental activities and each major fund of the Town of Wascott, Wisconsin, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to on the previous page present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities and each major fund of the Town of Wascott, Wisconsin, as of December 31, 2020, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

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

Other Matters*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements as a whole that collectively comprise the Town of Wascott, Wisconsin's basic financial statements. The budgetary comparison information on page 17, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Carlson AV AP

Amery, Wisconsin
March 11, 2021

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES AND NET POSITION - MODIFIED CASH BASIS
For the Year Ended December 31, 2020

<u>Functions/Programs</u>	<u>Cash Disbursements</u>	<u>Program Cash Receipts and Sources</u>		<u>Net Cash (Disbursements) Receipts and Changes in Net Position</u>
		<u>Fees, Fines and Charges for Services</u>	<u>Operating Grants and Contributions</u>	
Governmental Activities				
General government	\$ 222,310	\$ 9,520	\$ 12,621	\$ (200,169)
Public safety	137,799	-	33,924	(103,875)
Highways and streets	879,648	-	529,621	(350,027)
Health and human services	5,525	2,315	-	(3,210)
Culture, recreation, and education	7,652	-	85	(7,567)
Conservation and development	2,196	-	3,270	1,074
Other	33,202	-	-	(33,202)
Debt repayment	69,495	-	-	(69,495)
Total Governmental Activities	<u>\$ 1,357,827</u>	<u>\$ 11,835</u>	<u>\$ 579,521</u>	(766,471)
General Revenues				
Taxes				
Property taxes levied for general purposes				739,869
Other taxes				8,767
Intergovernmental, not restricted to specific programs				110,777
Interest and investment earnings				2,252
Other sources				79,395
Total General Revenues				<u>941,060</u>
CHANGE IN NET POSITION				174,589
NET POSITION - BEGINNING				<u>450,413</u>
NET POSITION - ENDING				<u>\$ 625,002</u>
ASSETS				
Cash				\$ 222,217
Investments - Local Government Investment Pool				444,021
LIABILITIES				
Payroll liabilities				(1,422)
Due to other governments				(39,814)
Total Net Position				<u>\$ 625,002</u>
NET POSITION				
Restricted				\$ 68,759
Unrestricted				556,243
Total Net Position				<u>\$ 625,002</u>

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

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
STATEMENT OF MODIFIED CASH BASIS ASSETS AND FUND BALANCES AND
REVENUES RECEIVED, EXPENDITURES PAID, AND CHANGES IN
MODIFIED CASH BASIS FUND BALANCES - GOVERNMENTAL FUNDS
For the Year Ended December 31, 2020**

	General Fund
REVENUES	
Taxes	\$ 748,636
Intergovernmental	
State transportation aids	529,621
State grants and aids	14,975
Other state payments	72,207
County timber sales	69,140
County grants	4,270
Licenses and permits	9,170
Public charges for services	2,665
Interest income	2,252
Donations	21,495
Miscellaneous	57,985
Total Revenues	1,532,416
EXPENDITURES	
Current	
General government	222,310
Public safety	137,799
Highways and streets	798,597
Health and human services	5,525
Culture, recreation, and education	7,652
Conservation and development	2,196
Miscellaneous	18,419
Debt service	
Principal	69,495
Interest	14,783
Capital outlay	81,051
Total Expenditures	1,357,827
EXCESS OF REVENUES OVER EXPENDITURES	174,589
CASH FUND BALANCES - BEGINNING	450,413
CASH FUND BALANCES - ENDING	\$ 625,002
CASH BASIS ASSETS (LIABILITIES)	
Checking	\$ 161,926
Money markets	60,291
Local government investment pool	444,021
Payroll liabilities	(1,422)
Advanced property taxes	(39,814)
TOTAL CASH FUND BALANCES	\$ 625,002

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

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

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

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

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

Reporting Entity

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

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

Government-Wide and Fund Financial Statements

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

Government-Wide Financial Statements

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

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

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

Government-Wide and Fund Financial Statements (Continued)

Fund Financial Statements

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

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

Basis of Accounting

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

Stewardship, Compliance, and Accountability

The annual town budget is adopted each fiscal year for the general fund by the Town Board as required by Wisconsin Statute 60.40 and is presented using the same cash basis used to reflect actual cash receipts and disbursements. Prior to the Town's budget adoption a hearing is conducted by the Town Board pursuant to Wisconsin Statute 65.90. The Town budget may be amended by the Town Board under Wisconsin Statute 65.90.

Wisconsin Statute 66.0602 limits the Town's property tax levy, with exceptions to its prior tax levy, increased by the percentage change to the Town's equalized values due to new construction. Changes in debt service from one year to the next are generally exempt from this limit.

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

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

Cash and Temporary Investments (Including Cash Equivalents)

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

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

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

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

Capital Assets

Capital assets are accounted for as capital outlay expenditures upon acquisition.

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

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

Long-Term Obligations

Long-term debt is not reported as liabilities in the financial statements. The face value of debt obligations is reported as other financing sources and payments of principal and interest are reported as expenditures. 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.

Cash Fund Balance/Net Position

Financial Statements

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

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

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

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

Property Taxes

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

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

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

NOTE 2 – DEPOSITS AND INVESTMENTS

The carrying amount of the Town's cash and investment balances as shown in the financial statements as of December 31 are as follows:

National Bank of Commerce	\$ 222,217
State of WI Local Government Investment Pool	<u>444,021</u>
TOTAL	<u><u>\$ 666,238</u></u>

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

Custodial credit risk is the risk that in the event of failure, the Town's deposits may not be returned. At December 31, 2020, the Town's deposits were not exposed to custodial credit risk.

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

NOTE 2 – DEPOSITS AND INVESTMENTS (Continued)

Fluctuating cash flows during January and December, due to tax collections, result in temporary cash balances, which significantly exceed insured amounts, until settlement with the respective taxing jurisdictions during the following month.

NOTE 3 – LONG-TERM OBLIGATIONS

Long-term obligations activity as of December 31 is as follows:

	<u>Balance 2019</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 2020</u>	<u>Due Within One Year</u>
Loans					
Commissioner of Public Lands					
Fire Pumper Truck	\$ 83,832	\$ -	\$ 15,627	\$ 68,205	\$ 16,182
Ambulance	54,988	-	8,444	46,544	8,723
Fire Truck	238,141	-	26,291	211,850	27,234
Direct Borrowings and Placements					
Capital lease	61,546	-	19,133	42,413	19,659
Other Liabilities					
Net pension liability	52,707	-	4,937	47,770	-
TOTAL	<u>\$ 491,214</u>	<u>\$ -</u>	<u>\$ 74,432</u>	<u>\$ 416,782</u>	<u>\$ 71,798</u>

The loans with Board of Commissioners of Public Lands are secured by public safety equipment. The interest rates range from 3.25% to 3.50%. The maturity dates of the loans range from March 15, 2024 thru March 15, 2027.

The Town's outstanding capital lease from direct borrowings and direct placements is related to the lease agreement made on February 17, 2015 for the purchase of a 2015 Caterpillar Wheel Loader. The agreement with Caterpillar Financial Services Corporation and FABCO Equipment Company contains a provision that in the event the Town does not have sufficient funds appropriated to make the payments due, the Town will have the option of terminating the lease agreement and the equipment will be returned to the company.

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

NOTE 3 – LONG-TERM OBLIGATIONS (Continued)

The annual debt service requirements to maturity for long-term debt outstanding are as follows for the years ending December 31:

	Loans from Commissioner of Public Lands		Capital Leases from Direct Borrowings and Placements	
	Principal	Interest	Principal	Interest
2021	\$ 52,139	\$ 11,315	\$ 19,659	\$ 1,165
2022	53,942	9,511	22,754	1,219
2023	55,808	7,646	-	-
2024	57,722	5,732	-	-
2025	41,165	3,720	-	-
2026-2027	65,823	3,475	-	-
TOTAL	\$ 326,599	\$ 41,399	\$ 42,413	\$ 2,384

Legal Debt Limit

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

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

Equalized value at December 31, 2020	\$ 327,606,800
Legal debt margin percentage	x 5%
Debt limitation per State Statute	16,380,340
Indebtedness applicable to debt limit	<u>416,782</u>
LEGAL DEBT MARGIN	<u>\$ 15,963,558</u>

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

NOTE 4 – ADVANCE TAX COLLECTIONS

At December 31, 2020, the Clerk-Treasurer was holding deposits resulting from tax collections of \$39,814 related to the subsequent year tax levy. In January 2021, this will be paid to the county, public schools, vocational school, and state governments based on the levy apportionment. The Town's share will become part of the bank balance.

NOTE 5 – NET POSITION

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

Restricted funds	
Fire Department Donations	\$ 60,291
Veterans Memorial/Cemetery Donations	2,739
Town Hall Monies for Deck Staining	590
Wascott Historical Park Monies	460
Town Hall Monies for Lawn Project	4,679
Total Restricted	<u>68,759</u>
Unrestricted	<u>556,243</u>
TOTAL NET POSITION	<u><u>\$ 625,002</u></u>

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

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

NOTE 6 – EMPLOYEES’ RETIREMENT SYSTEM

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

ETF issues a standalone WRS Financial Report, which can be found at <http://etf.wi.gov/about-etf/reports-and-studies/financial-reports-and-statements>

Vesting

For employees beginning participation on or after January 1, 1990, and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998, and prior to July 1, 2011, are immediately vested. Participants who initially became WRS eligible on or after July 1, 2011, must have five years of creditable service to be vested.

Benefits Provided

Employees who retire at or after age 65 (54 for protective occupations and 62 for elected officials and executive service plan participants, if hired on or before December 31, 2016) are entitled to 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 years’ earnings. Creditable service includes current service and prior service for which a participant received earnings and made contributions as required. Creditable service also includes creditable military service. The retirement benefit will be calculated as a money purchase benefit based on the employee’s contributions plus matching employer’s contributions, with interest, if that benefit is higher than the formula benefit.

Vested participants may retire at or after age 55 (50 for protective occupations) and receive an actuarially-reduce 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.

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

NOTE 6 – EMPLOYEES’ RETIREMENT SYSTEM (Continued)

Post-Retirement Adjustments

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

<u>Year</u>	<u>Core Fund Adjustment</u>	<u>Variable Fund Adjustment</u>
2010	(1.3)	22
2011	(1.2)	11
2012	(7.0)	(7)
2013	(9.6)	9
2014	4.7	25
2015	2.9	2
2016	0.5	(5)
2017	2.0	4
2018	2.4	17
2019	0.0	(10)

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

NOTE 6 – EMPLOYEES’ RETIREMENT SYSTEM (Continued)

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.

The Town’s contributions to the Wisconsin Retirement System for the years ending December 31, 2020, 2019, and 2018 were \$16,928, \$18,215 and \$15,977, respectively.

Contribution rates as of December 31, 2020 are as follows:

<u>Employee Category</u>	<u>Employee</u>	<u>Employer</u>
General (including teachers, executive, and elected officials)	6.75%	6.75%
Protective with Social Security	6.75%	11.65%
Protective without Social Security	6.75%	16.25%

NOTE 7 – SERVICE AWARD PROGRAM

The Town participants in a Volunteer Firemen’s Service Award Program established by the State of Wisconsin. It is a type of pension plan offered to help communities attract and retain competent volunteers by recognizing and rewarding extended active service. Contributions are determined and are made on an annual basis by the Town. Benefits are paid in lump-sum distributions and are based on their vested years of service. The Town’s contribution to the Service Award program for the year ended December 31, 2020 was \$5,229.

**TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2020**

NOTE 8 – RISK MANAGEMENT

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

NOTE 9 – JOINT VENTURES

Station Gordon/Wascott Transfer – The Town, in conjunction with the Town of Gordon, established a joint garbage and waste collection site. The transfer station is located within the Town of Gordon. The board members from both Towns are responsible for the administration of the operation of the transfer station. All actions taken concerning the waste collection site must be passed by majority vote with each Town to have a total of three votes. The current 10-year agreement expires February 3, 2030. The purpose of the mutual agreement is to bring to their respective taxpayers and residents the most efficient and cost-effective garbage and waste collection system.

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

OTHER INFORMATION

TOWN OF WASCOTT
DOUGLAS COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE - MODIFIED CASH BASIS
GENERAL FUND
For the Year Ended December 31, 2020

	Budgeted Amounts		Actual Amounts	Variance Over (Under)
	Original	Final		
REVENUES				
Taxes				
Town taxes	\$ 718,899	\$ 718,899	\$ 739,869	\$ 20,970
Personal property taxes	10,000	10,000	8,767	(1,233)
Total taxes	728,899	728,899	748,636	19,737
Intergovernmental	679,961	679,961	690,213	10,252
Licenses and permits	6,650	6,650	9,170	2,520
Public charges for services	1,550	1,550	2,665	1,115
Interest income	11,000	11,000	2,252	(8,748)
Donations	15,000	15,000	21,495	6,495
Miscellaneous	3,000	3,000	57,985	54,985
Total Revenues	1,446,060	1,446,060	1,532,416	86,356
EXPENDITURES				
General government	224,483	237,573	222,310	(15,263)
Public safety	139,188	145,888	137,799	(8,089)
Highways and streets	897,782	877,682	798,597	(79,085)
Health and human services	5,600	5,600	5,525	(75)
Culture, recreation, and education	8,400	8,400	7,652	(748)
Conservation and development	7,000	7,000	2,196	(4,804)
Miscellaneous	-	-	18,419	18,419
Debt service	83,607	84,278	84,278	-
Capital outlay				
Highways and streets	80,000	73,979	67,151	(6,828)
Transfer Station	-	13,900	13,900	-
Total Expenditures	1,446,060	1,454,300	1,357,827	(96,473)
EXCESS (DEFICIENCY) OF				
REVENUES OVER EXPENDITURES	-	(8,240)	174,589	182,829
Restricted Funds and Transfer Applied to Budget	-	8,240	-	(8,240)
NET CHANGE IN FUND BALANCES	-	-	174,589	174,589
CASH FUND BALANCES - BEGINNING	450,413	450,413	450,413	-
CASH FUND BALANCES - ENDING	<u>\$ 450,413</u>	<u>\$ 450,413</u>	<u>\$ 625,002</u>	<u>\$ 174,589</u>