

ST. CROIX COUNTY, WISCONSIN

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2014

**ST. CROIX COUNTY, WISCONSIN
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2014**

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	15
STATEMENT OF ACTIVITIES	16
FUND FINANCIAL STATEMENTS	
BALANCE SHEET – GOVERNMENTAL FUNDS	17
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO GOVERNMENTAL ACTIVITIES - NET POSITION	18
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	19
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES – GOVERNMENTAL ACTIVITIES	20
STATEMENT OF NET POSITION – PROPRIETARY FUNDS	21
RECONCILIATION OF TOTAL ENTERPRISE FUND NET POSITION TO THE NET POSITION OF BUSINESS-TYPE ACTIVITIES – PROPRIETARY FUNDS	22
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION – PROPRIETARY FUNDS	23
RECONCILIATION OF ENTERPRISE FUND CHANGES IN NET POSITION TO BUSINESS-TYPE CHANGES IN NET POSITION – PROPRIETARY FUNDS	24
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS	25
STATEMENT OF NET POSITION – AGENCY FUNDS	27
NOTES TO THE BASIC FINANCIAL STATEMENTS	28
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULES	
1 – BUDGETARY COMPARISON SCHEDULE – GENERAL FUND	56
2 – BUDGETARY COMPARISON SCHEDULE – HEALTH AND HUMAN SERVICES SPECIAL REVENUE FUND	57
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	58
3 – SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFIT PLAN	59
SUPPLEMENTARY INFORMATION	
COMBINING AND INDIVIDUAL FUND STATEMENTS	
NONMAJOR GOVERNMENTAL FUNDS	
A-1 – COMBINING BALANCE SHEET	60
A-2 – COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES	63

**ST. CROIX COUNTY, WISCONSIN
TABLE OF CONTENTS (CONTINUED)
YEAR ENDED DECEMBER 31, 2014**

GENERAL FUND	
B-1 – DETAILED BALANCE SHEET	66
B-2 – STATEMENT OF CHANGES IN FUND BALANCE	67
B-3 – DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET TO ACTUAL	68
DEBT SERVICE FUND	
D-1 – DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE	74
HIGHWAY DEPARTMENT ENTERPRISE FUND	
F-1 – DETAILED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	75
INTERNAL SERVICE FUNDS	
G-1 – COMBINING STATEMENT OF NET POSITION	76
G-2 – COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	77
G-3 – COMBINING STATEMENT OF CASH FLOWS	78
G-4 – ALLOCATION OF INTERNAL SERVICE FUNDS FOR GOVERNMENT- WIDE STATEMENTS	79
AGENCY FUNDS	
H-1 – COMBINING STATEMENT OF FIDUCIARY NET POSITION	80



CliftonLarsonAllen

CliftonLarsonAllen LLP
CLAAconnect.com

INDEPENDENT AUDITORS' REPORT

Honorable Members
of the County Board of Supervisors
St. Croix County
Hudson, Wisconsin

Report on the Financial Statements

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 St. Croix County, Wisconsin (County) as of and for the year ended December 31, 2014, which collectively comprise the County'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 accounting principles generally accepted in the United States of America; this includes 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.

Auditors' 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 auditors' 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 entity'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 entity'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 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 St. Croix County, Wisconsin as of December 31, 2014, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedule of funding progress, as referenced in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise St. Croix County's basic financial statements. The individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The individual and combining fund statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, the County's basic financial statements for the year ended December 31, 2013 which are not presented with the accompanying financial statements. In our report dated July 31, 2014, we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as a whole. The 2013 individual and combining fund statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 individual and combining fund statements are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 29, 2015, on our consideration of St. Croix County's internal control over financial reporting and on our tests on of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



CliftonLarsonAllen LLP

Hudson, Wisconsin
July 29, 2015

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

As management of St. Croix County (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of St. Croix County for the fiscal year ended December 31, 2014. Readers are encouraged to consider the information presented here in conjunction with additional information that has been furnished in the County's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- The assets of St. Croix County exceeded its liabilities at the close of the most recent fiscal year by \$136,318,283 (net position). Of this amount, \$102,816,193 represented the County's net investment in capital assets, \$600,025 was held for restricted purposes, and \$32,902,065 was unrestricted. The unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.
- During the fiscal year, the County's total net position increased by \$5,864,542. Net position related to the business-type activities of the County increased \$732,426, while net position related to governmental activities increased \$5,132,116.
- At the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$32,111,346, an increase of \$6,150,921 over the previous year. This increase was primarily due proceeds a \$10 million debt issuance to finance projects in the 2013 Land Sale and 2014 Bonded capital projects funds.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$16,740,686 or 49.6 percent of total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to St. Croix County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements are designed to provide readers with a broad overview of St. Croix County's finances, in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of St. Croix County's assets, liabilities and deferred inflows/outflows with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The *Statement of Activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

Both of the government-wide financial statements distinguish functions of St. Croix County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, transportation, sanitation, health and human services, conservation and development, and culture, recreation, and education. The business-type activities of the County include a nursing home and the highway department.

The government-wide financial statements can be found beginning on page 15 of this report.

Fund Financial Statements. These statements are groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. St. Croix County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. These funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

St. Croix County maintains four governmental fund types: 1) General, 2) Special Revenue, 3) Debt Service, and 4) Capital Projects. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, health and human services special revenue fund, and the debt service fund, the 2013 Land Sale Capital Projects Fund and the 2014 Bonded Capital Projects Fund which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found beginning on page 17 of this report.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

Proprietary Funds – St. Croix County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its Nursing Home and Highway department. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. St. Croix County uses internal service funds to account for its Self-funded Workers Compensation, Self-Funded Health Insurance, Self-Funded Liability Insurance, Retirement Health Savings Accounts, Health Retirement Liability Accounts and Court Fleet. Because these services benefit both governmental and business-type functions, they have been allocated to both functions in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Nursing Home and Highway department, which are both considered major funds. Conversely, the five internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found beginning on page 21 of this report.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Data from fiduciary funds are combined into a single aggregate presentation. Individual fund data for each fiduciary fund is provided in the form of combining statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on page 27 of this report.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on page 28 of this report.

Supplementary Information – In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the general fund budget. Required supplementary information can be found beginning on page 56 of this report. The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information on the general fund budget. Combining fund statements and schedules can be found beginning on page 60 of this report.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of St. Croix County, assets exceeded liabilities by \$136,318,283 at the close of the most recent fiscal year. The largest portion of St. Croix County's net position, \$102,816,193 (75.5 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

St. Croix County's Net Position

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and Other Assets	\$ 72,865,128	\$ 64,430,984	\$ 7,844,161	\$ 6,945,188	\$ 80,709,289	\$ 71,376,172
Capital Assets	100,270,421	93,465,363	10,442,901	10,766,511	110,713,322	104,231,874
Internal Balances	986,686	800,887	(986,686)	(800,887)	-	-
Total Assets	<u>174,122,235</u>	<u>158,697,234</u>	<u>17,300,376</u>	<u>16,910,812</u>	<u>191,422,611</u>	<u>175,608,046</u>
Long-Term Obligations	17,149,033	7,954,523	1,537,307	1,314,520	18,686,340	9,269,043
Other Liabilities	5,071,428	5,434,125	1,883,906	2,429,221	6,955,334	7,863,346
Total Liabilities	<u>22,220,461</u>	<u>13,388,648</u>	<u>3,421,213</u>	<u>3,743,741</u>	<u>25,641,674</u>	<u>17,132,389</u>
Deferred Inflows of Resources	29,426,173	27,965,101	36,481	56,815	29,462,654	28,021,916
Net Position:						
Net Investment in						
Capital Assets	92,373,293	88,974,473	10,442,900	10,766,511	102,816,193	99,740,984
Restricted	581,351	471,067	18,674	22,340	600,025	493,407
Unrestricted	29,520,957	27,897,945	3,381,108	2,321,405	32,902,065	30,219,350
Total Net Position	<u>\$ 122,475,601</u>	<u>\$ 117,343,485</u>	<u>\$ 13,842,682</u>	<u>\$ 13,110,256</u>	<u>\$ 136,318,283</u>	<u>\$ 130,453,741</u>

An additional portion of St. Croix County's net position, \$600,025 (0.4 percent) represents resources that are subject to other restrictions on how they may be used. The remaining \$32,902,065 of total net position (23.1 percent) may be used to meet the County's ongoing obligations to citizens and creditors. It is important to note that \$3,381,108 of the unrestricted net position is related to the County's business-type activities. Consequently, they generally may not be available to fund governmental activities.

The County's net position increased \$5,864,542 during the current fiscal year. The increase consisted of an increase in net position related to business-type activities in the amount of \$732,426 and an increase in net position related to governmental activities in the amount of \$5,132,116.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

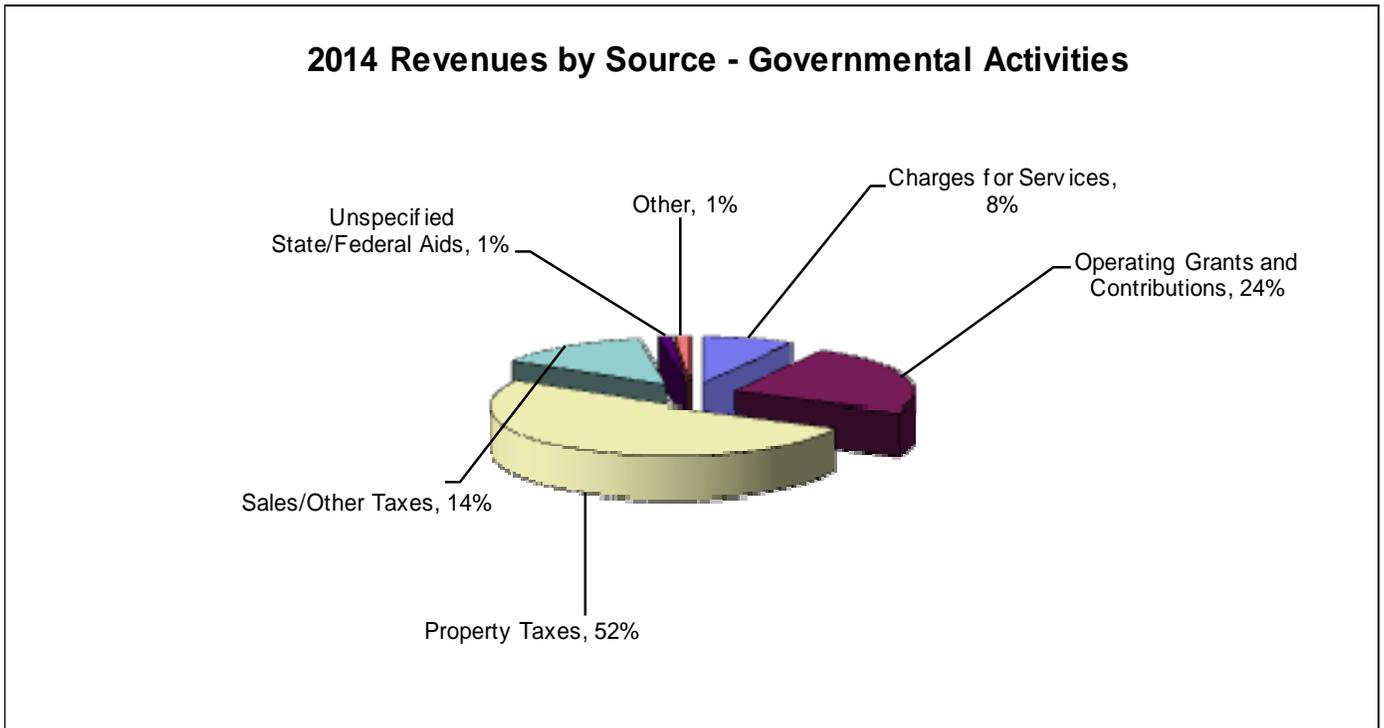
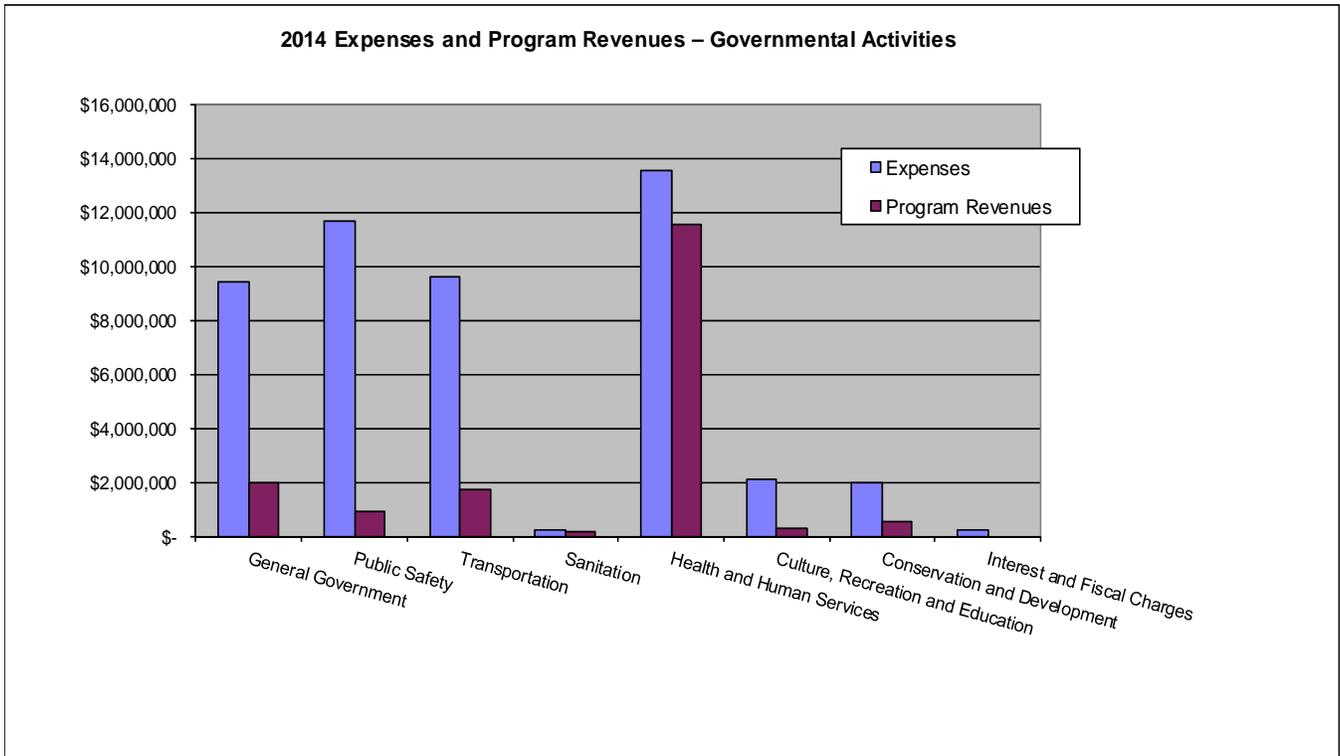
The following is a summary of the changes in the County's net position for the year ending December 31:

St. Croix County's Changes in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2014	2013	2014	2013	2014	2013
REVENUES						
Program Revenues:						
Charges for Services	\$ 4,479,625	\$ 7,253,336	\$ 20,561,613	\$ 20,245,010	\$ 25,041,238	\$ 27,498,346
Operating Grants and Contributions	12,787,257	12,058,625	722,777	679,590	13,510,034	12,738,215
Capital Grants and Contributions	-	-	430,505	-	430,505	-
General Revenues:						
Property Taxes	27,965,523	27,398,767	56,815	333,002	28,022,338	27,731,769
Sales and Other Taxes	7,606,524	7,019,739	-	-	7,606,524	7,019,739
State and Federal Aids not Restricted to Specific Programs	618,005	626,261	-	-	618,005	626,261
Other	691,441	3,556,431	211,779	24,164	903,220	3,580,595
Total Revenues	<u>54,148,375</u>	<u>57,913,159</u>	<u>21,983,489</u>	<u>21,281,766</u>	<u>76,131,864</u>	<u>79,194,925</u>
EXPENSES						
General Government	9,424,917	11,693,649	-	-	9,424,917	11,693,649
Public Safety	11,639,368	11,601,697	-	-	11,639,368	11,601,697
Transportation	9,629,869	6,950,517	-	-	9,629,869	6,950,517
Sanitation	255,089	156,104	-	-	255,089	156,104
Health and Human Services	13,561,458	15,750,111	-	-	13,561,458	15,750,111
Culture, Recreation and Education	2,111,744	2,098,160	-	-	2,111,744	2,098,160
Conservation and Development	2,021,759	2,364,463	-	-	2,021,759	2,364,463
Interest and Fiscal Charges	238,643	216,145	-	-	238,643	216,145
Nursing Home	-	-	4,632,788	4,576,686	4,632,788	4,576,686
Highway Department	-	-	16,751,687	16,550,774	16,751,687	16,550,774
Total Expenses	<u>48,882,847</u>	<u>50,830,846</u>	<u>21,384,475</u>	<u>21,127,460</u>	<u>70,267,322</u>	<u>71,958,306</u>
Change in Net Position before Transfers	5,265,528	7,082,313	599,014	154,306	5,864,542	7,236,619
Transfers	(133,412)	(480,084)	133,412	480,084	-	-
Change in Net Position	<u>\$ 5,132,116</u>	<u>\$ 6,602,229</u>	<u>\$ 732,426</u>	<u>\$ 634,390</u>	<u>\$ 5,864,542</u>	<u>\$ 7,236,619</u>

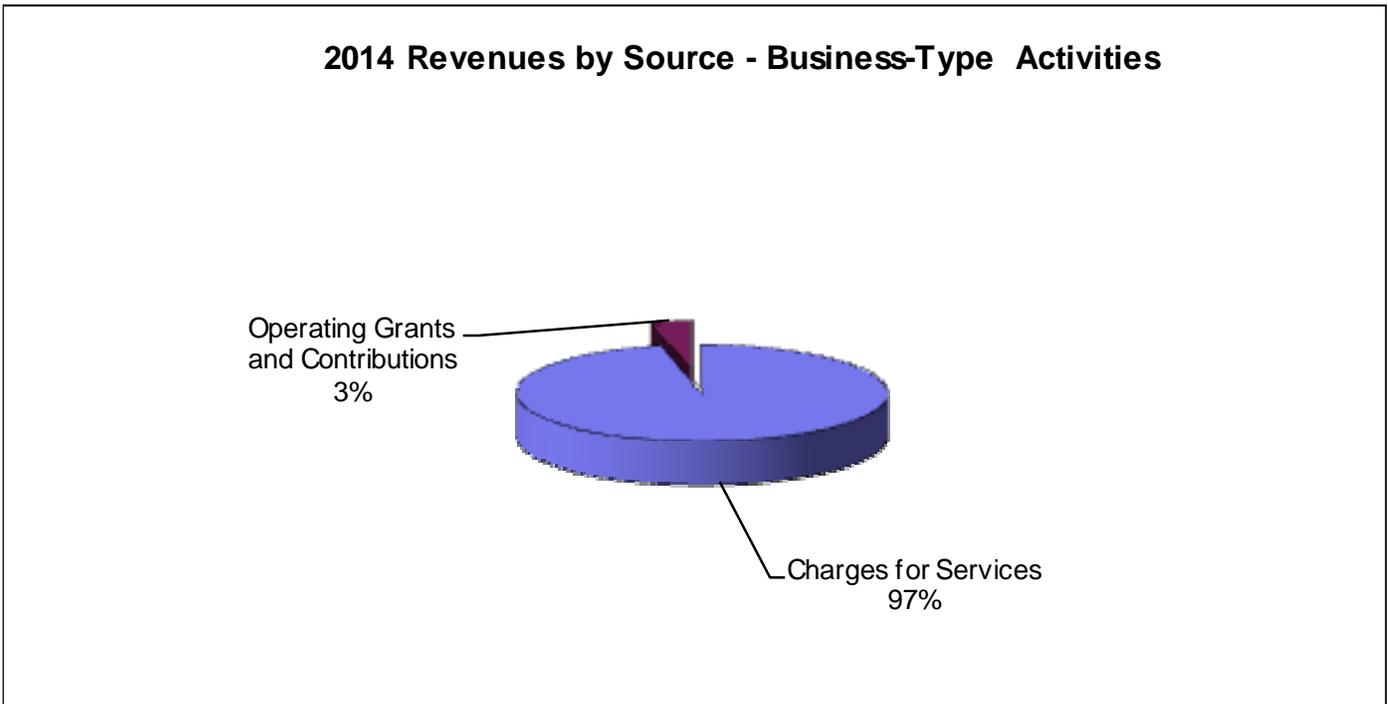
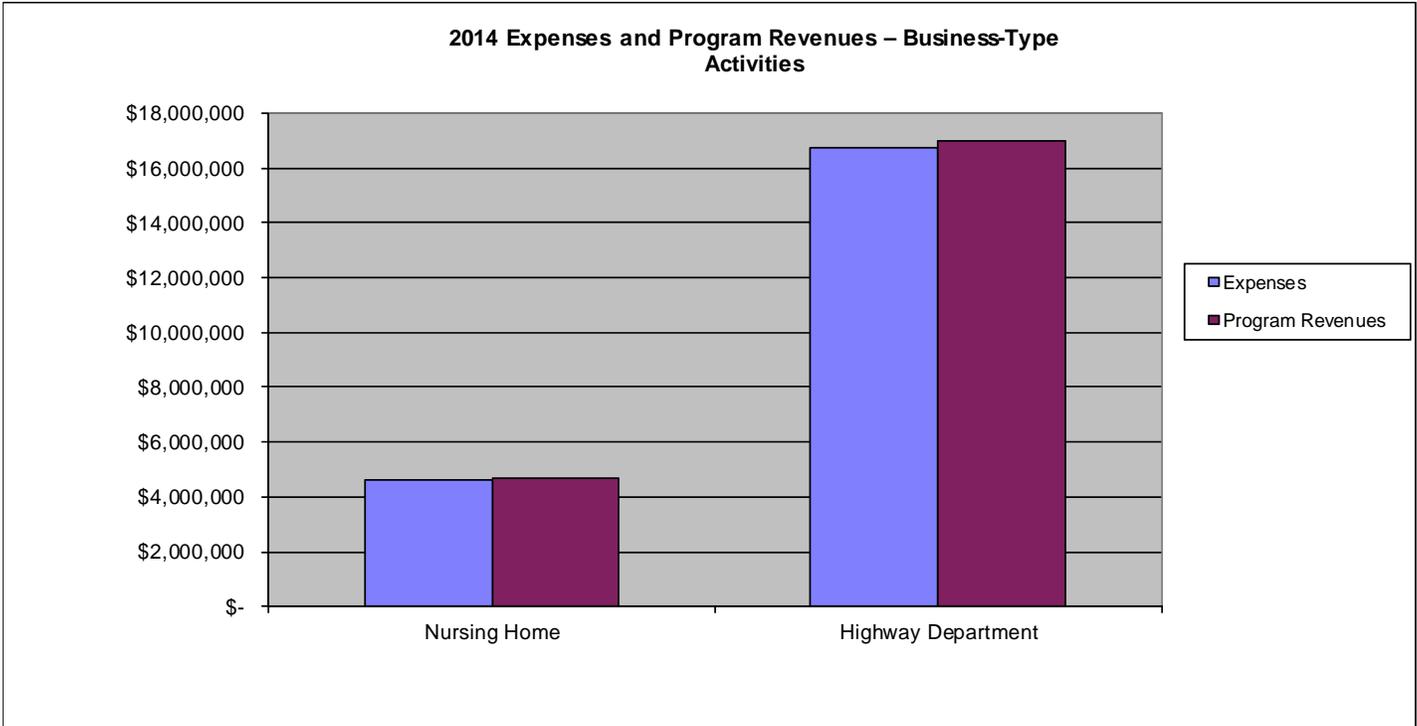
A review of the statement of activities can provide a concise picture of how the various functions/programs of St. Croix County are funded. The following charts draw data from the statement of activities. For governmental services the County is highly dependent on property taxes (52 percent) and operating grants/contributions (24 percent) for funding.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**



**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

In the case of business-type activities, the data shows a considerably different picture. Charges for services (97 percent) replace property taxes as the primary revenue.



**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS

As noted earlier, St. Croix County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information regarding near-term inflows, outflows and balances of spendable resources. Such information can be useful in assessing St. Croix County's financing requirements. In particular, the level of unrestricted fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2014, the County's governmental funds reported combined ending fund balances of \$32,111,346 an increase of \$6,150,921 over the previous year. Of this total, \$3,661,348 is restricted or nonspendable for specific legal requirements and other outside requirements, leaving total \$28,449,998 available for spending at the discretion of the County. As the result of past actions and policy decisions and the nature of individual funds comprising the balances, \$12,904,730 of these unrestricted balances have been segregated or otherwise committed and assigned for specific uses, leaving an unassigned fund balance of \$15,545,268.

The general fund is the primary operating fund used to account for the governmental operations of St. Croix County. As a measure of the general fund's liquidity, it may be useful to compare both total fund balance and unassigned fund balance to measures of operating volume such as fund expenditures or fund revenues. The total year-end general fund balance represented 69.0% of total general fund expenditures reported on the statement of revenues, expenditures and changes in fund balances while the unassigned balance represented 49.6% of the same amount. The general fund's total fund balance increased \$1,429,553 during the year, which is mainly the result of positive budget variances in both revenues and expenditures.

The health and human services fund's total fund balance increased \$359,995 during the year, which is the result of a positive net budget variance.

The debt service funds have a total fund balance of \$257,347, which will be used for future debt repayments.

The 2013 land sale capital projects fund is used to account for projects financed in part with the proceeds from County land sales. During 2014, \$5,404,258 of debt proceeds was receipted into the fund to offset \$3,439,086 of current year expenditures and replenish resources used for prior year projects.

The 2014 bonded projects fund is used to account for projects funded by a portion of the 2014 debt issuance. During 2014, \$4,595,742 of the debt proceeds was receipted into the fund and \$913,725 of project costs were incurred.

The aggregated other governmental funds column includes various special revenue funds and the capital projects fund. The accumulated fund balances of these funds decreased \$1,500,667 and are individually detailed in the supplementary information section of this report.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

Proprietary Funds

St. Croix County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

As of December 31, 2014, the Nursing Home Fund operation reported net position of \$408,990, an increase of \$35,004 over the previous year. The Highway Fund operation reported net position of \$11,487,343, an increase of \$235,233 over the previous year. Other factors concerning the finances of these two funds have been addressed in the discussion of the County's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

As shown in the *Budgetary Comparison Schedule* for the general fund (in required supplementary information), the final budget reflects a planned decrease in the general fund balance during 2014, however the County ended the year with positive budget variance for both revenues and expenditures resulting in an increase in fund balance. Revenues were \$1,369,277 more than the budgeted amounts while expenditures were \$91,569 less than budgeted amounts.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

St. Croix County's investment in capital assets for its governmental and business-type activities as of December 31, 2014, amounts to \$110,713,322 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, vehicles, and highway infrastructure. The net increase in the governmental activities capital assets was \$6,805,058. The business-type activities capital assets decreased by \$323,610 (net of accumulated depreciation).

Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 1,210,410	\$ 1,210,410	\$ 373,843	\$ 373,843	\$ 1,584,253	\$ 1,584,253
Land Improvements	715,948	794,099	224,249	243,396	940,197	1,037,495
Gravel Pits and Quarries	-	-	301,496	303,593	301,496	303,593
Buildings and Improvements	16,282,215	12,139,672	2,259,381	2,235,804	18,541,596	14,375,476
Equipment and Vehicles	3,449,932	2,665,889	7,283,932	7,604,986	10,733,864	10,270,875
Highway Infrastructure	72,991,937	70,450,952	-	-	72,991,937	70,450,952
Other Infrastructure	428,386	466,886	-	-	428,386	466,886
Construction-in-Progress	5,191,593	5,737,455	-	4,889	5,191,593	5,742,344
Total	<u>\$ 100,270,421</u>	<u>\$ 93,465,363</u>	<u>\$ 10,442,901</u>	<u>\$ 10,766,511</u>	<u>\$ 110,713,322</u>	<u>\$ 104,231,874</u>

Additional information related to the County's capital assets is reported in Note 3.C following the financial statements.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)

Long-Term Obligations

At December 31, 2014, St. Croix County had outstanding \$18,686,340 of long-term debt and other long-term obligations. A summary detail of this amount, together with the percent change from the previous year, is shown below:

**St. Croix County
Outstanding Long-Term Obligations**

	Governmental Activities		Business-Type Activities		Total Outstanding		% Change
	2014	2013	2014	2013	2014	2013	
General Obligation Debt:							
Notes	\$ 13,310,000	\$ 4,475,000	\$ -	\$ -	\$ 13,310,000	\$ 4,475,000	197.4
Premium (Discount)	234,317	15,890	-	-	234,317	15,890	1374.6
Other Long-Term Obligations:							
Employee Leave	2,601,626	2,654,423	1,220,554	1,076,072	3,822,180	3,730,495	2.5
Other Postemployment Benefits Payable	1,003,090	809,210	316,753	238,448	1,319,843	1,047,658	26.0
Total Debt	<u>\$ 17,149,033</u>	<u>\$ 7,954,523</u>	<u>\$ 1,537,307</u>	<u>\$ 1,314,520</u>	<u>\$ 18,686,340</u>	<u>\$ 9,269,043</u>	

Under Wisconsin State Statutes, the outstanding general obligation long-term debt of a county may not exceed 5% of the equalized property value of all taxable property within the jurisdiction. The applicable debt of the County outstanding at December 31, 2014 totaled \$13,310,000, approximately 3.7% of the maximum legal limit of \$363,445,080. Additional information on St. Croix County's long-term debt is reported in Note 3.E following the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The economic condition and outlook of the County continues to improve. Total equalized value of the County increased from \$7,154,298,100 in 2013 to \$7,268,901,600 in 2014 representing the second consecutive year of increases following four consecutive years of losing equalized value. According to Moody's Investors Service, Inc., during 2014 the number of foreclosures decreased, the County unemployment rate decreased and the County population increased.

The construction of a new four-lane bridge to connect expressways on both sides of the St. Croix River began in 2013, with an estimated completion of 2016. The new bridge will provide better access between Wisconsin and Minnesota to the northern part of the County.

For 2014, all Wisconsin Counties were again mandated by state statute, to limit property tax increases to 0% or net new construction growth, whichever was greater.

**ST. CROIX COUNTY, WISCONSIN
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2014**

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of St. Croix County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the St. Croix County, Finance Director, 1101 Carmichael Road, Hudson, Wisconsin 54016.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF NET POSITION
DECEMBER 31, 2014**

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Cash and Investments	\$ 37,066,047	\$ 4,855,077	\$ 41,921,124
Investment in Public Entity Risk Pool	720,214	-	720,214
Taxes Receivable	31,672,751	36,481	31,709,232
Accounts Receivable	1,926,976	622,116	2,549,092
Due from Other Governments	1,369,800	944,258	2,314,058
Internal Balances	986,686	(986,686)	-
Prepaid Items	56,782	32,334	89,116
Inventories	1,602	1,317,787	1,319,389
Restricted Assets:			
Cash and Investments	50,956	36,108	87,064
Capital Assets:			
Capital Assets Not Being Depreciated	6,402,003	675,339	7,077,342
Capital Assets Being Depreciated	155,556,848	27,908,399	183,465,247
Accumulated Depreciation	(61,688,430)	(18,140,837)	(79,829,267)
Total Assets	174,122,235	17,300,376	191,422,611
LIABILITIES			
Vouchers and Accounts Payable	2,257,021	656,167	2,913,188
Accrued Payroll	997,447	308,596	1,306,043
Accrued Payables	562,490	572,235	1,134,725
Payroll Deductions	604,971	-	604,971
Accrued Interest	72,487	-	72,487
Due to Other Governments	482,305	-	482,305
Unearned Revenues	27,075	330,174	357,249
Special Deposits	67,632	16,734	84,366
Long-Term Liabilities:			
Amount Due Within One Year	1,369,106	114,684	1,483,790
Amounts Due in More than One Year	15,779,927	1,422,623	17,202,550
Total Liabilities	22,220,461	3,421,213	25,641,674
DEFERRED INFLOWS OF RESOURCES			
Property Taxes for Subsequent Year	29,426,173	36,481	29,462,654
NET POSITION			
Net Investment in Capital Assets	92,373,293	10,442,900	102,816,193
Restricted for:			
Debt Service	184,860	-	184,860
Other Purposes	396,491	18,674	415,165
Unrestricted	29,520,957	3,381,108	32,902,065
Total Net Position	\$ 122,475,601	\$ 13,842,682	\$ 136,318,283

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2014**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities:							
General Government	\$ 9,424,917	\$ 1,319,780	\$ 670,099	\$ -	\$ (7,435,038)	\$ -	\$ (7,435,038)
Public Safety	11,639,368	570,369	344,900	-	(10,724,099)	-	(10,724,099)
Transportation	9,629,869	-	1,729,962	-	(7,899,907)	-	(7,899,907)
Sanitation	255,089	3,198	212,436	-	(39,455)	-	(39,455)
Health and Human Services	13,561,458	2,205,549	9,331,710	-	(2,024,199)	-	(2,024,199)
Culture, Recreation and Education	2,111,744	163,314	144,799	-	(1,803,631)	-	(1,803,631)
Conservation and Development	2,021,759	217,415	353,351	-	(1,450,993)	-	(1,450,993)
Interest and Fiscal Charges	238,643	-	-	-	(238,643)	-	(238,643)
Total Governmental Activities	48,882,847	4,479,625	12,787,257	-	(31,615,965)	-	(31,615,965)
Business-Type Activities:							
Nursing Home	4,632,788	4,204,766	510,071	-	-	82,049	82,049
Highway Department	16,751,687	16,356,847	212,706	430,505	-	248,371	248,371
Total Business-Type Activities	21,384,475	20,561,613	722,777	430,505	-	330,420	330,420
Total Primary Government	\$ 70,267,322	\$ 25,041,238	\$ 13,510,034	\$ 430,505	(31,615,965)	330,420	(31,285,545)
General Revenues:							
Taxes:							
Property Taxes					27,965,523	56,815	28,022,338
Sales Taxes					6,588,266	-	6,588,266
Other Taxes					1,018,258	-	1,018,258
State and Federal Aids Not Restricted to Specific Programs					618,005	-	618,005
Interest and Investment Earnings					290,738	28,574	319,312
Miscellaneous					390,703	183,205	573,908
Gain on Sale of Capital Assets					10,000	-	10,000
Transfers					(133,412)	133,412	-
Total General Revenues and Transfers					36,748,081	402,006	37,150,087
Change in Net Position					5,132,116	732,426	5,864,542
Net Position - Beginning of Year					117,343,485	13,110,256	130,453,741
Net Position - End of Year					\$ 122,475,601	\$ 13,842,682	\$ 136,318,283

See accompanying Notes to the Basic Financial Statements.

FUND FINANCIAL STATEMENTS

**ST. CROIX COUNTY, WISCONSIN
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2014**

	General Fund	Health and Human Services Fund	Debt Service Fund	2013 Land Sale Capital Projects Fund	2014 Bonded Projects	Other Governmental Funds	Totals
ASSETS							
Treasurer's Cash and Investments	\$ 18,625,079	\$ 2,208,937	\$ 259,125	\$ 3,143,252	\$ 3,779,895	\$ 936,200	\$ 28,952,488
Departmental Cash and Investments	47,726	7,159	-	-	-	4,737	59,622
Restricted Cash and Investments	-	50,956	-	-	-	-	50,956
Taxes Receivable	23,936,949	5,515,555	1,507,676	-	-	512,571	31,472,751
Accounts Receivable	656,749	1,202,787	-	6,191	-	53,947	1,919,674
Due from Other Governments	1,094,576	257,070	-	-	-	18,154	1,369,800
Due from Other Funds	1,969,388	-	-	-	-	-	1,969,388
Inventories	-	-1,602	-	-	-	-	1,602
Prepaid Items	23,170	15,946	-	-	-	-	39,116
Investment in Public-Entity Risk Pool	720,214	-	-	-	-	-	720,214
Total Assets	\$ 47,073,851	\$ 9,260,012	\$ 1,766,801	\$ 3,149,443	\$ 3,779,895	\$ 1,525,609	\$ 66,555,611
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Vouchers and Accounts Payable	\$ 403,048	\$ 404,862	\$ 1,778	\$ 84,994	\$ 97,878	\$ 274,335	\$ 1,266,895
Accrued Payroll	600,106	336,985	-	-	-	57,759	994,850
Payroll Deductions	604,971	-	-	-	-	-	604,971
Due to Other Governmental Units	410,812	71,493	-	-	-	-	482,305
Due to Other Funds	-	-	-	-	-	982,702	982,702
Unearned Revenues	27,075	-	-	-	-	-	27,075
Special Deposits	67,169	463	-	-	-	-	67,632
Total Liabilities	2,113,181	813,803	1,778	84,994	97,878	1,314,796	4,426,430
DEFERRED INFLOWS OF RESOURCES:							
Succeeding Year's Property Taxes	21,690,371	5,515,555	1,507,676	-	-	512,571	29,226,173
Unavailable Revenue - Other	-	791,662	-	-	-	-	791,662
Total Deferred Inflows of Resources	21,690,371	6,307,217	1,507,676	-	-	512,571	30,017,835
FUND BALANCES							
Nonspendable	2,989,962	17,548	-	-	-	-	3,007,510
Restricted	44,285	57,237	257,347	-	-	294,969	653,838
Assigned	3,495,366	2,064,207	-	3,064,449	3,682,017	598,691	12,904,730
Unassigned	16,740,686	-	-	-	-	(1,195,418)	15,545,268
Total Fund Balances	23,270,299	2,138,992	257,347	3,064,449	3,682,017	(301,758)	32,111,346
Total Liabilities and Fund Balances	\$ 47,073,851	\$ 9,260,012	\$ 1,766,801	\$ 3,149,443	\$ 3,779,895	\$ 1,525,609	\$ 66,555,611

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO GOVERNMENTAL ACTIVITIES
NET POSITION
DECEMBER 31, 2014**

Total Fund Balances - Governmental Funds \$ 32,111,346

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Land	\$ 1,210,410	
Land Improvements	2,256,585	
Buildings and Improvements	27,542,628	
Machinery and Equipment	9,182,876	
Infrastructure	116,574,759	
Construction Work-in-Progress	5,191,593	
Accumulated Depreciation	<u>(61,688,430)</u>	100,270,421

Some receivables are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements:

General Fund and Health and Human Services Receivables	791,662
--	---------

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds. These liabilities consist of:

Notes Payable	13,310,000	
Accrued Interest	72,487	
Other Postemployment Benefit Plan	1,003,090	
Employee Leave Liability	<u>2,601,626</u>	(16,987,203)

Refinancing costs and discounts and premiums are amortized over the lives of the related debt in the statement of net position. In the governmental funds these costs are considered expenditures/other financing uses when incurred.

(234,317)

The internal service funds are used by County management to charge the costs of the self-funded insurance programs to functions. The assets and liabilities of the self-funded insurance programs are allocated between governmental activities and business-type activities.

6,523,692

Net Position of Governmental Activities

\$ 122,475,601

ST. CROIX COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2014

	General Fund	Health and Human Services Fund	Debt Service Fund	2013 Land Sale Capital Projects Fund	2014 Bonded Projects	Other Governmental Funds	Totals
REVENUES							
Taxes	\$ 28,045,707	\$ 5,502,414	\$ 1,273,711	\$ -	\$ -	\$ 750,215	\$ 35,572,047
Intergovernmental	4,745,522	6,521,044	-	-	-	1,509,707	12,776,273
Licenses and Permits	210,983	-	-	-	-	2,034	213,017
Fines and Forfeits	210,561	-	-	-	-	76,300	286,861
Public Charges for Services	1,673,832	1,610,319	-	-	-	688,291	3,972,442
Intergovernmental Charges for Services	57,358	465,242	-	-	-	-	522,600
Miscellaneous:							
Interest	178,779	-	-	-	-	-	178,779
Rent	83,101	-	-	-	-	-	83,101
Other	141,269	66,834	34,761	-	-	56,100	298,964
Total Revenues	35,347,112	14,165,853	1,308,472	-	-	3,082,647	53,904,084
EXPENDITURES							
General Government	9,655,202	-	-	-	-	131,569	9,786,771
Public Safety	11,658,475	-	-	-	-	14,738	11,673,213
Transportation	7,170,557	-	-	-	-	-	7,170,557
Sanitation	256,201	-	-	-	-	-	256,201
Health and Human Services	874,487	13,805,858	-	-	-	3,153,457	17,833,802
Culture, Recreation and Education	2,055,083	-	-	-	-	-	2,055,083
Conservation and Development	2,073,853	-	-	-	-	-	2,073,853
Capital Outlay	-	-	-	3,439,086	913,725	1,283,550	5,636,361
Debt Service:							
Principal Retirement	-	-	1,165,000	-	-	-	1,165,000
Interest and Fiscal Charges	-	-	141,100	-	-	-	141,100
Bond Issue Costs	-	-	79,972	-	-	-	79,972
Total Expenditures	33,743,858	13,805,858	1,386,072	3,439,086	913,725	4,583,314	57,871,913
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,603,254	359,995	(77,600)	(3,439,086)	(913,725)	(1,500,667)	(3,967,829)
OTHER FINANCING SOURCES (USES):							
Long-Term Debt Issued	-	-	-	5,404,258	4,595,742	-	10,000,000
Premium on Long-Term Debt	-	-	224,128	-	-	-	224,128
Proceeds from Sale of Capital Assets	8,622	-	-	-	-	-	8,622
Transfers In	-	-	370	68,323	-	98,304	166,997
Transfers Out	(182,323)	-	(370)	-	-	(98,304)	(280,997)
Total Other Financing Sources (Uses)	(173,701)	-	224,128	5,472,581	4,595,742	-	10,118,750
NET CHANGE IN FUND BALANCES	1,429,553	359,995	146,528	2,033,495	3,682,017	(1,500,667)	6,150,921
Fund Balances (Deficit) - Beginning of Year	21,840,746	1,778,997	110,819	1,030,954	-	1,198,909	25,960,425
FUND BALANCES - END OF YEAR	<u>\$ 23,270,299</u>	<u>\$ 2,138,992</u>	<u>\$ 257,347</u>	<u>\$ 3,064,449</u>	<u>\$ 3,682,017</u>	<u>\$ (301,758)</u>	<u>\$ 32,111,346</u>

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO
THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
GOVERNMENTAL ACTIVITIES
YEAR ENDED DECEMBER 31, 2014**

Net Change in Fund Balances - Total Governmental Funds \$ 6,150,921

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 12,212,028	
Depreciation Expense Reported in the Statement of Activities	<u>(4,866,679)</u>	7,345,349

In the statement of activities, only the gain (loss) on the disposal of capital assets is reported whereas in the governmental funds, the proceeds from sales increase financial resources and trade-ins are not reflected in capital outlays. (540,291)

Receivables not currently available are reported as deferred inflows of resources in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 132,332

Long-term debt incurred in governmental funds is reported as an other financing source, but is reported as an increase in outstanding long-term debt in the statement of net assets and does not affect the statement of activities. Long-term debt incurred in the current year is:

General Obligation Notes	(10,000,000)
--------------------------	--------------

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position. In the current year, these amounts consist of:

General Obligation Notes Retirement	1,165,000
-------------------------------------	-----------

The internal service fund is used by the County management to charge the costs of the various self-funded insurance program to functions. The change in net position of these internal service funds are allocated to governmental activities and business-type activities. 1,261,587

Some items reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of:

Net Change in Accrued Interest	(23,272)	
Net Change in Employee Leave Liability	52,797	
Net Change in Other Postemployment Benefit Plan	(193,880)	
Net Change in Bond Discounts/Premiums	<u>(218,427)</u>	<u>(382,782)</u>

Change in Net Position of Governmental Activities \$ 5,132,116

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2014**

	Business-Type Activities - Enterprise Funds			Internal Service Funds
	Nursing Home	Highway Department	Totals	
ASSETS				
CURRENT ASSETS				
Cash and Investments	\$ -	\$ 2,093,310	\$ 2,093,310	\$ 10,411,364
Cash and Investments Held by Fiscal Agents	-	-	-	404,340
Taxes Receivable	36,481	-	36,481	200,000
Accounts Receivable	209,652	-	209,652	10,309
Resident Accounts Receivable, Net	409,457	-	409,457	-
Due from Other Governmental Units	-	944,258	944,258	-
Inventories	18,504	1,299,283	1,317,787	-
Prepaid Expenses	-	-	-	50,000
Total Current Assets	<u>674,094</u>	<u>4,336,851</u>	<u>5,010,945</u>	<u>11,076,013</u>
RESTRICTED ASSETS				
Cash and Investments:				
Resident Trust Agreement	17,434	-	17,434	-
Donation Funds	18,674	-	18,674	-
Total Restricted Assets	<u>36,108</u>	<u>-</u>	<u>36,108</u>	<u>-</u>
CAPITAL ASSETS				
Capital Assets	5,875,475	22,708,263	28,583,738	-
Less Accumulated Depreciation	4,796,782	13,344,055	18,140,837	-
Total Capital Assets	<u>1,078,693</u>	<u>9,364,208</u>	<u>10,442,901</u>	<u>-</u>
Total Assets	<u>1,788,895</u>	<u>13,701,059</u>	<u>15,489,954</u>	<u>11,076,013</u>
LIABILITIES				
CURRENT LIABILITIES				
Accounts Payable	84,658	294,161	378,819	717,955
Accrued Payroll	85,547	221,873	307,420	3,559
Accrued Claims Payable	-	-	-	1,684,458
Accrued Employee Leave	72,654	42,030	114,684	-
Due to Other Funds	986,686	-	986,686	-
Unearned Revenues	-	330,174	330,174	-
Resident Trust Funds	16,734	-	16,734	-
Total Current Liabilities	<u>1,246,279</u>	<u>888,238</u>	<u>2,134,517</u>	<u>2,405,972</u>
LONG-TERM LIABILITIES, Net of Current Portion				
Accrued Employee Leave/OPEB Obligation	97,145	1,325,478	1,422,623	-
Total Liabilities	<u>1,343,424</u>	<u>2,213,716</u>	<u>3,557,140</u>	<u>2,405,972</u>
DEFERRED INFLOWS OF RESOURCES				
Succeeding Year's Property Taxes	36,481	-	36,481	200,000
NET POSITION				
Net Investment in Capital Assets	1,078,693	9,364,207	10,442,900	-
Restricted for Donation Funds	18,674	-	18,674	-
Unrestricted	(688,377)	2,123,136	1,434,759	8,470,041
Total Net Position	<u>\$ 408,990</u>	<u>\$ 11,487,343</u>	<u>\$ 11,896,333</u>	<u>\$ 8,470,041</u>

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF TOTAL ENTERPRISE FUND NET POSITION
TO THE NET POSITION OF BUSINESS-TYPE ACTIVITIES
PROPRIETARY FUNDS
DECEMBER 31, 2014**

Total Net Position - Enterprise Funds \$ 11,896,333

Amounts reported for business-type activities in the statement of net position are different because:

The internal service funds are used by County's management to charge the costs of the self-funded insurance programs to functions. The assets and liabilities of the self-funded insurance programs are allocated between governmental activities and business-type activities.

1,946,349

Net Position of Business-Type Activities \$ 13,842,682

See accompanying Notes to the Basic Financial Statements.

ST. CROIX COUNTY, WISCONSIN
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2014

	Business-Type Activities - Enterprise Funds			Internal Service Funds
	Nursing Home	Highway Department	Totals	
OPERATING REVENUES				
Charges for Services	\$ 4,202,117	\$ 15,104,230	\$ 19,306,347	\$ 9,510,904
Miscellaneous	2,649	2,079,033	2,081,682	1,520
Total Operating Revenues	<u>4,204,766</u>	<u>17,183,263</u>	<u>21,388,029</u>	<u>9,512,424</u>
OPERATING EXPENSES:				
Daily Patient Services	2,429,181	-	2,429,181	-
Special Services	642,359	-	642,359	-
Transportation Services	-	15,884,413	15,884,413	25,832
Premiums and Claims	-	-	-	7,674,849
General and Administrative	1,269,800	1,153,634	2,423,434	228,503
Unassigned:				
Depreciation	146,031	-	146,031	-
Other	280,987	-	280,987	-
Total Operating Expenses	<u>4,768,358</u>	<u>17,038,047</u>	<u>21,806,405</u>	<u>7,929,184</u>
OPERATING INCOME (LOSS)	(563,592)	145,216	(418,376)	1,583,240
NONOPERATING REVENUES (EXPENSES):				
Interest Revenue	-	-	-	140,533
Supplemental Payment Revenue	498,795	-	498,795	-
Loss on Removal of Property	-	(1,983)	(1,983)	-
Restricted Donations Received	11,276	-	11,276	-
Restricted Donations Expended	(9,702)	-	(9,702)	-
Property Taxes	56,815	-	56,815	-
Loss on Removal of Property	-	-	-	-
Total Nonoperating Revenues (Expenses)	<u>557,184</u>	<u>(1,983)</u>	<u>555,201</u>	<u>140,533</u>
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	(6,408)	143,233	136,825	1,723,773
TRANSFERS AND CAPITAL CONTRIBUTIONS:				
Transfers In	22,000	92,000	114,000	-
Capital Contribution from General Fund	19,412	-	19,412	-
Total Transfers and Capital Contributions	<u>41,412</u>	<u>92,000</u>	<u>133,412</u>	<u>-</u>
CHANGE IN NET POSITION	35,004	235,233	270,237	1,723,773
Net Position, Beginning of Year	<u>373,986</u>	<u>11,252,110</u>	<u>11,626,096</u>	<u>6,746,268</u>
NET POSITION, END OF YEAR	<u>\$ 408,990</u>	<u>\$ 11,487,343</u>	<u>\$ 11,896,333</u>	<u>\$ 8,470,041</u>

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
RECONCILIATION OF ENTERPRISE FUND CHANGES IN NET POSITION
TO BUSINESS-TYPE CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2014**

Net change in net position for enterprise funds \$ 270,237

Amounts reported for business-type activities in the statement of activities are different because:

The internal service fund is used by the County's management to charge the costs of the various self-funded insurance program to functions.

The change in net position of these internal service funds are allocated to governmental activities and business-type activities.

462,189

Change in net position of business-type activities \$ 732,426

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2014**

	Business-Type Activities - Enterprise Funds			Internal Service Funds
	Nursing Home	Highway Department	Totals	
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received for Services Provided	\$ 4,101,741	\$ 17,337,669	\$ 21,439,410	\$ 9,503,367
Other Cash Received	7,803	-	7,803	-
Cash Received from Departments/Employees/ Third Parties	-	-	-	-
Cash Paid to Suppliers for Goods and Services	(1,321,392)	(9,853,691)	(11,175,083)	-
Cash Paid for Employee Services	(3,148,582)	(6,374,279)	(9,522,861)	-
Cash Paid for Claims/Premiums/ Administrative Services	-	-	-	(7,930,776)
Net Cash Provided (Used) by Operating Activities	(360,430)	1,109,699	749,269	1,572,591
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash Advances from County	-	-	-	-
Transfers from County	22,000	92,000	114,000	-
Property Taxes	56,815	-	56,815	-
Other Non-Operating Gains	-	-	-	-
Cash Received from Intermediary for Additional Financing of Prior Year Operations	295,509	-	295,509	-
Net Change in Restricted Funds	(1,868)	-	(1,868)	-
Net Cash Provided by Noncapital Financing Activities	372,456	92,000	464,456	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	(13,894)	(812,376)	(826,270)	-
Transfer from County for Capital Expenditures	-	-	-	-
Salvage Received on Sale of Capital Assets	-	3,627	3,627	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(13,894)	(808,749)	(822,643)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	-	-	-	140,533
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,868)	392,950	391,082	1,713,124
Cash and Cash Equivalents - Beginning of Year	37,976	1,700,360	1,738,336	9,102,580
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 36,108</u>	<u>\$ 2,093,310</u>	<u>\$ 2,129,418</u>	<u>\$ 10,815,704</u>

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2014**

	Business-Type Activities - Enterprise Funds			Internal Service Funds
	Nursing Home	Highway Department	Totals	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (563,592)	\$ 145,216	\$ (418,376)	\$ 1,583,240
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	146,031	1,017,651	1,163,682	-
Depletion	-	-	-	-
(Increase) Decrease in:				
Accounts Receivable	(97,426)	-	(97,426)	(9,057)
Increase in Other Accounts Receivable	-	-	-	-
Due from Other Governmental Units	-	347,504	347,504	-
Due from Other Funds	191,037	-	191,037	-
Prepaid Items	-	-	-	(50,000)
Inventories	4,033	(128,569)	(124,536)	-
Increase (Decrease) in:				
Accounts Payable	41,696	(88,819)	(47,123)	46,722
Accrued Claims/Losses Payable	-	-	-	3,570
Accrued Liabilities	(95,196)	(199,986)	(295,182)	(1,884)
Accrued Employee Leave	12,987	209,800	222,787	-
Unearned Revenue	-	(193,098)	(193,098)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (360,430)</u>	<u>\$ 1,109,699</u>	<u>\$ 749,269</u>	<u>\$ 1,572,591</u>
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS				
Cash and Investments per Statement of Net Position:				
Cash and Investments	\$ -	\$ 2,093,310	\$ 2,093,310	\$ 10,411,364
Cash Held by Fiscal Agents	-	-	-	404,340
Cash and Investments - Restricted	36,108	-	36,108	-
CASH AND CASH EQUIVALENTS	<u>\$ 36,108</u>	<u>\$ 2,093,310</u>	<u>\$ 2,129,418</u>	<u>\$ 10,815,704</u>

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
STATEMENT OF NET POSITION
AGENCY FUNDS
DECEMBER 31, 2014**

	<u>Agency Funds</u>
ASSETS	
Treasurer's Cash and Investments	\$ 27,177,144
Departmental Cash and Investments	1,028,098
Taxes Receivable	1,391,960
Accounts Receivable	<u>2,076</u>
 Total Assets	 <u><u>\$ 29,599,278</u></u>
LIABILITIES	
Due Other Governmental Units	\$ 23,819,100
Accounts Payable	147,794
Special Deposits	5,527,503
Districts' Equities in Uncollected Taxes	<u>104,881</u>
 Total Liabilities	 <u><u>\$ 29,599,278</u></u>

See accompanying Notes to the Basic Financial Statements.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of St. Croix County, Wisconsin, (County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental 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 County are described below:

A. Financial Reporting Entity

St. Croix County is governed by a board of supervisors consisting of nineteen elected members.

The financial reporting of the County is defined by the GASB to consist of (a) the primary government, (b) organizations for which the Primary Government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the County consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the County.

B. Government-Wide and Fund Financial Statements

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

Government-Wide Statements

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

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

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, fund equity, revenues, and expenditures/expenses.

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. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

General Fund – The General Fund is the operating fund of the County. It is used to account for all financial resources of the County, except those required to be accounted for in another fund.

Health and Human Services Fund – The Health and Human Services Fund, a special revenue fund, is used to account for the County's health programs and human services programs. Through the human services programs, the County provides mental health, developmental disabilities and alcoholism and drug abuse rehabilitation services to residents of the County and administers the various social services and income maintenance programs provided by and through the County. These programs are funded primarily by intergovernmental revenues, and property taxes, committed through the Board approved levy.

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds, which are financed by property tax revenues restricted through bond documents.

2013 Land Sale Capital Projects Fund – The 2013 land sale capital projects fund is used to account for projects financed with the proceeds from County land sales.

2014 Bonded Capital Projects Fund – The 2014 bonded capital projects fund is used to account for projects financed with the proceeds from the 2014 general obligation notes.

All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major enterprise funds:

Nursing Home Fund – This fund accounts for the operations of the County's nursing home. This primary source of revenue is from the charges for the services provided.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fund Financial Statements (Continued)

Highway Department Fund – This fund is used to account for the County’s highway department operations, which provides services both to the County and to the State and other local districts. This fund is reported as an enterprise fund because the majority of its operating revenue is derived from charges to the state and local districts.

The County had no other enterprise funds to report as nonmajor funds, but does report the following internal service funds:

- Internal service funds are used to account for the County’s various self-funded health, workers compensation, and liability insurance programs and the retiree health savings account. The primary source of revenue is from the premiums paid.

Additionally, the County reports the following fiduciary funds:

- Agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations and/or other governmental units.

C. Measurement Focus and Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Nonexchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows of resources. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Agency funds do not have a measurement focus.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basic Accounting (Continued)

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed 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 County generally considers revenues reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Client billings for the human services programs are recognized when received. State and federal aids under cost reimbursement programs are generally recognized when earned if expected to be collected in the subsequent year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, miscellaneous taxes, cost reimbursement grant programs, public charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are generally considered to be measurable and available only when cash is received by the government.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

D. Assets, Liabilities, Deferred Inflow/Outflows or Resources and Net Position of Equity

1. Cash and Investments

The County'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. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

Investment of County funds is restricted by state statutes. Available investments are limited to:

- a) time deposits in any credit union, bank, savings bank or trust company maturing in three years or less;
- b) Bonds or securities issued or guaranteed by the federal government;

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows or Resources and Net Position of Equity (Continued)

1. Cash and Investments (Continued)

- c) Bonds or securities of any County, city, drainage district, technical college 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 local cultural arts district, or by the University of Wisconsin Hospitals and Clinics Authority.
- d) Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency;
- e) Securities of an open-end management investment company or investment trust, subject to various conditions and investment options;
- f) Bonds or securities issued under the authority of the municipality;
- g) The local government investment pool;
- h) Repurchase agreements with public depositories, with certain conditions.

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

Investment of most trust funds is regulated by Chapter 881 of the *Wisconsin Statutes*. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds and debentures.

Investments of the County are stated at fair value.

2. Receivables and Payables

Property Taxes. Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. In addition to property taxes for the County, taxes are also collected for and remitted to the state. Taxes billed for the state are recorded as receivables and due other governmental units in the agency fund statement of fiduciary net position. Since County property taxes are not considered available until January 1 of the year following the levy, they are recorded as deferred inflows of resources in the funds budgeted therefore.

ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows or Resources and Net Position of Equity (Continued)

2. Receivables and Payables (Continued)

Property Taxes (Continued). The County is also responsible for the collection of all delinquent and postponed property taxes levied by the local taxing districts within its boundaries, except delinquent personal property taxes which are retained by the local municipal district. Real property taxes are payable in full to the local districts 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 and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the St. Croix County Treasurer for collection in February. The County subsequently settles in full with the local districts in August of the same year, except for delinquent special assessments and other special charges. All uncollected taxes returned to the County for collection are financed through the general fund, except for delinquent special assessments of the districts. A portion of the general fund's equity balance is nonspendable for the County's investment in delinquent taxes.

Accounts Receivable. Client accounts receivable in the health and human services fund are offset by an allowance for doubtful accounts of approximately \$739,567. All other accounts receivable are considered to be collectible in full.

Interfund Balances. Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as "internal balances". Advances between funds, as reported in the fund financial statements, are classified as nonspendable fund balance in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

3. Inventories and Prepaid Items

Inventories of the County's Highway fund are reflected at average cost. All other inventories of the County are valued at cost using the first-in/first-out (FIFO) method and if material, are recorded as expenditures when consumed rather than when purchased.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows or Resources and Net Position of Equity (Continued)

3. Inventories and Prepaid Items (Continued)

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations may be required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

5. Capital Assets

Government-Wide Statements. Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. In the case of the initial capitalization of general infrastructure reported in governmental activities, the County chose to include all such items regardless of their acquisition date or amount. The County was able to estimate the historical cost for the initial reporting of these assets through backtrending (estimating the current replacement costs of the infrastructure to be capitalized and using an appropriate price-level index to deflate the costs to the acquisition year or estimated acquisition year).

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if material, is included as part of the capitalized value of the assets constructed.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land and Land Improvements	\$ 5,000	Straight-Line	5-25 Years
Buildings and Improvements	5,000	Straight-Line	25-40 Years
Machinery and Equipment	5,000	Straight-Line	4-20 Years
Infrastructure	5,000	Straight-Line	25-60 Years

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows or Resources and Net Position of Equity (Continued)

5. Capital Assets (Continued)

Fund Financial Statements. In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

6. Deferred Outflows of Resources

The County would report decreases in net position or fund equity that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position or governmental fund balance sheet. No deferred outflows of resources are reported in these financial statements in the current year.

7. Deferred Inflows of Resources

The County's governmental activities, business-type activities, governmental and enterprise fund financial statements report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position or fund equity that applies to a future period. The County will not recognize the related revenue until a future event occurs. The County has two types of items which occur related to revenue recognition. The first occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year. The second type of deferred inflow of resources occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the County's year) under the modified accrual basis of accounting.

8. Compensated Absences

It is the County's policy to permit employees to accumulate paid leave benefits. Liabilities for accumulated employee leave benefits are not accrued in the County's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The County's policies and estimated liabilities at year-end are further discussed in Note 4.B.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows or Resources and Net Position of Equity (Continued)

9. Long-Term Obligations

In the government-wide financial statements and proprietary 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 type statement of net position. In the governmental fund financial statements, 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.

10. Equity Classifications

Fund equity, representing the difference between assets, liabilities and deferred inflows/outflows, is classified as follows in the County's financial statements:

Government-Wide and Proprietary Fund Statements. Fund equity is classified as net position in the government-wide and proprietary fund financial statements and is displayed in three components. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement for those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is displayed as unrestricted. When both restricted and unrestricted net position are available for use, it is the County's policy to use restricted resources first and unrestricted resources next to the extent they are needed.

Fund Financial Statements. In the fund financial statements, governmental funds report components of fund balance to provide information about fund balance availability for appropriation. Nonspendable fund balance represents amounts that are inherently nonspendable or assets that are legally or contractually required to be maintained intact. Restricted fund balance represents amounts available for appropriation but intended for a specific use and is legally restricted by outside parties. Committed fund balance represents constraints on spending that the government imposes upon itself by high-level formal action prior to the close of the fiscal period. Assigned fund balance represents resources intended for spending for a purpose set by the government body itself or by some person or body delegated to exercise such authority in accordance with policy established by the Board.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Assets, Liabilities, Deferred Inflow/Outflows or Resources and Net Position of Equity (Continued)

10. Equity Classifications (Continued)

Fund Financial Statements (Continued). Unassigned fund balance is the residual classification for the County's general fund and includes all spendable amounts not contained in the other classifications. It is the County's policy that at the end of each fiscal year, the County will maintain a minimum unassigned fund balance level between 25% and 35% of general fund expenditures. Committed fund balance is required to be established, modified, or rescinded by resolution of the County Board prior to each year end. Based on resolution of the County Board, the County Administrator has the authority to establish or modify assigned fund balance. When restricted and unrestricted fund balance is available for expenditure, it is the County's practice to first use restricted fund balance. When committed, assigned, and unassigned fund balance is available for expenditure, it is the County's practice to use committed, assigned and finally unassigned fund balance.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Due to the differences in the measurement focus and basis of accounting used in the governmental fund financial statements and the government-wide financial statements, certain financial transactions are treated differently. Reconciliations of the fund equity and changes thereto in the fund financial statements to the net position and revenues/expenses shown in the government-wide financial statements are presented on pages 18 and 20, respectively, for the governmental funds and pages 22 and 24 respectively, for the enterprise funds.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

The County's cash and investments balances at December 31, 2014 are shown in the financial statements as follows:

Governmental Funds	\$ 29,063,066	
Proprietary Funds	12,945,122	
Fiduciary Funds	28,205,242	
	<u>\$ 70,213,430</u>	

The above cash and investments balances consisted of the following:

Treasurer's Cash and Investments		
Deposits at Financial Institutions	\$ 17,476,522	
Deposits in State Local Government Pooled-Investment Fund	39,891,271	
Investments in Money Market Funds	37,747	
Investments in Federal Obligations	<u>11,351,496</u>	\$ 68,757,036
Departmental Cash and Investments		
Deposits in Financial Institutions:		
Funds Held in Trust	1,066,939	
Petty Cash	<u>3,347</u>	1,070,286
Cash and Investments Held by Fiscal Agents		
Deposits with WMMIC		350,000
Restricted Cash and Investments		
Deposits in Financial Institutions:		
County Funds		36,108
Total Cash and Investments at December 31, 2014		<u>\$ 70,213,430</u>

Deposits at Financial Institutions

The County'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 up to \$250,000 for demand deposits at any institution. In addition, funds held for individuals are subject to coverage in the name of the beneficiary in whose name the trust fund is 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.) Also, Section 34.07 of the *Wisconsin Statutes* authorizes the County to collateralize its deposits that exceed the amount of coverage provided by federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that in the event of bank failure, the County's deposits may not be returned. At December 31, 2014, all of the County's deposits were insured or collateralized.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments

The County's investments at December 31, 2014 consisted of deposits in the State of Wisconsin Local Government Investment Pool (an external investment pool), U.S. government agencies and instrumentalities, obligations, and a money market fund associated with its investments in federal securities.

Deposits in State Local Government Pooled-Investment Fund. The State of Wisconsin offers a Local Government Investment Pool (LGIP) to local government units to enable them to voluntarily invest idle funds in the State Investment Fund. Local funds are pooled with state funds and invested by the State Investment Board. There is no minimum or maximum amount that can be invested by a local governmental unit. Interest is earned on a daily basis and withdrawals are generally available on the day of request. Deposits in the LGIP are not covered by federal depository insurance but are subject to coverage under the State Guarantee Fund. Also, the State of Wisconsin Investment Board has obtained a surety bond to protect deposits in the LGIP against defaults in principal payments on the LGIP's investments (subject to certain limitations). The average monthly weighted average maturity of the State Investment Fund's investments for 2014 was 92 days.

U.S. Government Agencies and Instrumentalities Obligations. The County's investments in these obligations at December 31, 2014 are summarized as follows:

Description	Totals	Investment Maturities (in years)		
		< 1	1 to 5	> 5
Debt Instruments:				
FHLB	\$ 1,583,961	\$ -	\$ 1,583,961	\$ -
FHLMC	1,903,628	-	1,903,628	-
U.S. Treasuries	6,862,681	1,717,000	5,145,681	-
Loan/Mortgage Pools (FNMA)	997,705	-	997,705	-
Certificate of Deposit (GNMA)	3,521	-	3,521	-
Total	<u>\$ 11,351,496</u>	<u>\$ 1,717,000</u>	<u>\$ 9,634,496</u>	<u>\$ -</u>

The above obligations may be subject to call prior to the stated maturity date. It is the County's general policy to hold the obligations until maturity or call. The listed obligations are guaranteed by the issuing agency/instrumentality. The FHLB and FHLMC securities have a Moody's credit rating of AAA.

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the County will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The County's investment policy further limits its investments by limiting the amount of investments with any one broker to the amount SPIC and excess SPIC coverage available.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

A. Deposits and Investments (Continued)

Investments (Continued)

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The County's policy is to invest its funds in accordance with provisions of the *Wisconsin Statutes* previously discussed in Note 1.D.1.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates further into the future are more sensitive to changes in market interest rates. The short weighted average maturity of the investments in the LGIP mitigates this risk to the County. Also, it is the County's policy to invest in securities that mature in seven years or less.

B. Receivables/Deferred Inflows of Resources

1. Taxes Receivable

Taxes receivable at December 31, 2014 is as detailed below:

	Governmental Funds	Enterprise Funds	Agency Funds	Totals
Current Taxes Receivable				
2014 Apportionment:				
State Taxes	\$ -	\$ -	\$ 1,287,079	\$ 1,287,079
County Taxes	29,226,173	36,481	-	29,262,654
Total	29,226,173	36,481	1,287,079	30,549,733
Delinquent Taxes Receivable				
Tax Certificates:				
2014 Sale (2013 Taxes)	957,046	-	72,780	1,029,826
2013 Sale	596,518	-	29,764	626,282
2012 Sale	210,521	-	1,877	212,398
2011 Sale and Prior Years	106,405	-	460	106,865
Total	1,870,490	-	104,881	1,975,371
Tax Deeds Owned by County	376,088	-	-	376,088
Total Taxes Receivable	<u>\$ 31,472,751</u>	<u>\$ 36,481</u>	<u>\$ 1,391,960</u>	<u>\$ 32,901,192</u>

Delinquent taxes receivable in the agency fund consist of delinquent special assessments and other charges due local taxing districts. These amounts are remitted to the districts when collected by the County.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

B. Receivables/Deferred Inflows of Resources (Continued)

2. Other Receivables

Other accounts receivable at December 31, 2014 are further detailed as follows:

	General Fund	Health and Human Services Fund	Other Governmental Funds	Enterprise Funds	Totals
Accounts Receivable:					
General	\$ 656,749	\$ 1,202,787	\$ 60,138	\$ 209,652	\$ 2,129,326
Customers/Residents: Nursing Home	-	-	-	409,457	409,457
	656,749	1,202,787	60,138	619,109	2,538,783
Due From Other Governments	1,094,576	257,070	18,154	944,258	2,314,058
Totals	<u>\$ 1,751,325</u>	<u>\$ 1,459,857</u>	<u>\$ 78,292</u>	<u>\$ 1,563,367</u>	<u>\$ 4,852,841</u>

3. Deferred Inflows of Resources

Governmental funds report deferred revenues in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes receivable for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred inflows of resources and unearned revenue reported in the governmental funds were as follows:

	Unavailable	Unearned	Total
Governmental Funds:			
2014 Tax Levy	\$ -	\$ 29,226,173	\$ 29,226,173
General Fund Grant Advances	-	27,075	27,075
Health and Human Services Receivables	791,662	-	791,662
Subtotal	791,662	29,253,248	30,044,910
Internal Service Funds: 2014 Tax Levy	-	200,000	200,000
Total Governmental Activities	<u>\$ 791,662</u>	<u>\$ 29,453,248</u>	<u>\$ 30,244,910</u>

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended December 31, 2014 was as follows:

Governmental Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 1,210,410	\$ -	\$ -	\$ 1,210,410
Construction Work-in-Progress	5,737,455	6,686,443	7,232,305	5,191,593
Total Capital Assets Not Being Depreciated	6,947,865	6,686,443	7,232,305	6,402,003
Capital Assets Being Depreciated:				
Land Improvements	2,530,755	21,200	295,370	2,256,585
Buildings and Improvements	25,470,636	5,400,790	3,328,798	27,542,628
Equipment and Vehicles	9,044,225	1,556,330	1,417,679	9,182,876
Highway Infrastructure	109,341,216	5,779,570	46,900	115,073,886
Other Infrastructure	1,519,665	-	18,792	1,500,873
Total Capital Assets Being Depreciated	147,906,497	12,757,890	5,107,539	155,556,848
Total Capital Assets	154,854,362	19,444,333	12,339,844	161,958,851
Accumulated Depreciation:				
Land Improvements	1,736,656	88,733	284,752	1,540,637
Buildings and Improvements	13,330,964	881,492	2,952,043	11,260,413
Equipment and Vehicles	6,378,336	685,061	1,330,453	5,732,944
Highway Infrastructure	38,890,264	3,191,685	-	42,081,949
Other Infrastructure	1,052,779	19,708	-	1,072,487
Total Accumulated Depreciation	61,388,999	4,866,679	4,567,248	61,688,430
Net Capital Assets - Governmental Activities	<u>\$ 93,465,363</u>	<u>\$ 14,577,654</u>	<u>\$ 7,772,596</u>	<u>\$ 100,270,421</u>

Depreciation was charged to governmental functions as follows:

General Government	\$ 786,460
Public Safety	531,330
Transportation	3,191,685
Health and Human Services	223,952
Culture, Recreation, and Education	106,270
Conservation Natural Resources	26,982
	<u>\$ 4,866,679</u>

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Nursing Home:				
Capital Assets Being Depreciated:				
Land Improvements	\$ 124,700	\$ -	\$ -	\$ 124,700
Buildings	3,478,065	21,721	-	3,499,786
Equipment	2,101,700	11,585	6,256	2,107,029
Transportation Equipment	143,960	-	-	143,960
Total Capital Assets Being Depreciated	<u>5,848,425</u>	<u>33,306</u>	<u>6,256</u>	<u>5,875,475</u>
Total Capital Assets	5,848,425	33,306	6,256	5,875,475
Accumulated Depreciation:				
Land Improvements	122,855	266	-	123,121
Buildings	2,447,155	103,288	-	2,550,443
Equipment	1,952,743	32,768	6,256	1,979,255
Transportation Equipment	134,254	9,709	-	143,963
Total Accumulated Depreciation	<u>4,657,007</u>	<u>146,031</u>	<u>6,256</u>	<u>4,796,782</u>
Net Capital Assets - Nursing Home	1,191,418	(112,725)	-	1,078,693
Highway Department:				
Capital Assets Not Being Depreciated:				
Land	373,843	-	-	373,843
Gravel Pits and Quarries	303,593	-	2,097	301,496
Construction Work-in-Progress	4,889	-	4,889	-
Total Capital Assets Not Being Depreciated	682,325	-	6,986	675,339
Capital Assets Being Depreciated:				
Land Improvements	544,066	-	-	544,066
Buildings and Improvements	3,222,582	158,505	-	3,381,087
Machinery and Equipment	17,409,576	658,760	23,424	18,044,912
Other Capital Assets	62,859	-	-	62,859
Total Capital Assets Being Depreciated	<u>21,239,083</u>	<u>817,265</u>	<u>23,424</u>	<u>22,032,924</u>
Total Capital Assets	21,921,408	817,265	30,410	22,708,263

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Business-Type Activities (Continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Highway Department: (Continued)				
Accumulated Depreciation:				
Land Improvements	\$ 302,515	\$ 18,881	\$ -	\$ 321,396
Buildings and Improvements	1,973,718	97,331	-	2,071,049
Machinery and Equipment	10,020,714	900,705	19,911	10,901,508
Other Capital Assets	49,368	734	-	50,102
Total Accumulated Depreciation	<u>12,346,315</u>	<u>1,017,651</u>	<u>19,911</u>	<u>13,344,055</u>
Net Capital Assets - Highway Dept.	<u>9,575,093</u>	<u>(200,386)</u>	<u>10,499</u>	<u>9,364,208</u>
Total Capital Assets	27,769,833	850,571	36,666	28,583,738
Less Accumulated Depreciation	<u>17,003,322</u>	<u>1,163,682</u>	<u>26,167</u>	<u>18,140,837</u>
Net Capital Assets - Business-Type Activities	<u>\$ 10,766,511</u>	<u>\$ (313,111)</u>	<u>\$ 10,499</u>	<u>\$ 10,442,901</u>

Depreciation was charged to the following business-type activities:

Nursing Home	\$ 146,031
Highway Department	1,017,651
Total	<u>\$ 1,163,682</u>

D. Interfund Activity

Interfund Transfers

Fund Transferred To	Fund Transferred From	Amount
G.O. Long Term Debt Redemption Fund	Prior Service Retirement Loan Redemption Fund	\$ 370
2010 Capital Projects Fund	2008 Bonded Capital Projects Fund	2,635
Capital Projects Fund	2008 Bonded Capital Projects Fund	469
St. Croix River Crossing Capital Projects Fund	Land Records Fund	95,200
2013 Land Sale Capital Projects Fund	General Fund	68,323
Nursing Home Fund	General Fund	22,000
Highway Fund	General Fund	92,000
Total		<u>\$ 280,997</u>

The transfer from the jail assessment fund to the debt service fund is to move fees applied for debt repayment. The transfer from the general fund to the debt service fund is to transfer land sale proceeds. The transfer from the general to the internal service funds is to transfer property tax revenue.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

D. Interfund Activity (Continued)

Interfund Receivables and Payables

Receivable Fund	Payable Fund	Amount
General Fund	Nursing Home Fund	\$ 986,686
General Fund	St. Croix Industries	72,377
General Fund	St. Croix River Crossing Capital Projects Fund	12,887
General Fund	Nursing Home Capital Projects Fund	13,216
General Fund	Capital Project Fund	884,222
		<u>\$ 1,969,388</u>

The outstanding balances above relate to year-end cash overdrafts in the capital projects and Nursing Home Funds.

E. Long-Term Obligations

Changes in Long-Term Obligations

Changes in long-term obligations of the County for the year ended December 31, 2014 were as follows:

	Balances 1/1/14	Additions	Reductions	Balances 12/31/14	Amounts Due Within One Year
Long-Term Debt					
Governmental Activities					
General Obligation Notes	\$ 4,475,000	\$ 10,000,000	\$ 1,165,000	\$ 13,310,000	\$ 1,200,000
Net Bond Premium (Discount)	15,890	224,128	5,701	234,317	-
Total Long-Term Debt	<u>\$ 4,490,890</u>	<u>\$ 10,224,128</u>	<u>\$ 1,170,701</u>	<u>\$ 13,544,317</u>	<u>\$ 1,200,000</u>
Other Long-Term Obligations					
Governmental Activities					
Employee Leave Liability	\$ 2,654,423	\$ -	\$ 52,797	\$ 2,601,626	\$ 169,106
Other Postemployment Benefit Plan	809,210	258,394	64,514	1,003,090	-
Total Other Long-Term Obligations	<u>\$ 3,463,633</u>	<u>\$ 258,394</u>	<u>\$ 117,311</u>	<u>\$ 3,604,716</u>	<u>\$ 169,106</u>
Business-Type Activities					
Employee Leave Liability	\$ 1,076,072	\$ 144,482	\$ -	\$ 1,220,554	\$ 114,684
Other Postemployment Benefit Plan	238,448	104,361	26,056	316,753	-
Total	<u>\$ 1,314,520</u>	<u>\$ 248,843</u>	<u>\$ 26,056</u>	<u>\$ 1,537,307</u>	<u>\$ 114,684</u>

The County's estimated liability for employee leave and other postemployment benefits are discussed in Note 4.B and Note 5, respectively. The Employee Leave Liability and Other Postemployment Benefits are paid from the General, Health and Human Services, Highway, and Nursing Home Funds.

ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt

Annual Requirements for Retirement. Long-term general obligation debt issues outstanding at December 31, 2014 and annual requirements for their retirement were as follows:

	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Obligation Notes				
General Obligation Promissory Notes, Series 2008A, \$3,180,000 Dated 11/1/2008, due 4/1/2016 Interest 2.6%-4.5% (Capital Projects)	2015	\$ 505,000	\$ 34,988	\$ 539,988
	2016	525,000	11,813	536,813
		<u>1,030,000</u>	<u>46,801</u>	<u>1,076,801</u>
General Obligation Promissory Notes, Series 2010A, \$3,360,000 Dated 4/14/2010, due 4/1/2017 Interest 1.30%-3.63% (Recovery Zone Economic Development)	2015	695,000	64,485	759,485
	2016	715,000	42,799	757,799
	2017	870,000	15,769	885,769
		<u>2,280,000</u>	<u>123,053</u>	<u>2,403,053</u>
General Obligation Promissory Notes, Series 2014A, \$10,000,000 6/12/06, Final Installment Due 4/01/2024, Interest 1.00%-2.25% (HHS Relocation to SCCSC, Jail Renovation)	2015	-	231,102	231,102
	2016	-	213,325	213,325
	2017	400,000	213,325	613,325
	2018	1,290,000	196,425	1,486,425
	2019	1,310,000	170,425	1,480,425
2020-2024	7,000,000	393,513	7,393,513	
		<u>10,000,000</u>	<u>1,418,115</u>	<u>11,418,115</u>
Total General Obligation Debt		<u>\$ 13,310,000</u>	<u>\$ 1,587,969</u>	<u>\$ 14,897,969</u>

During 2014, the County issued \$10,000,000 in general obligation promissory notes, series 2014A. The proceeds of the notes will be used to finance building and land improvements and the acquisition of equipment and software. The notes, dated September 1, 2014, accrue interest between 1.00% and 2.25% and are payable semiannually through April 1, 2024.

**ST. CROIX COUNTY, WISCONSIN
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2014**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

E. Long-Term Obligations (Continued)

General Obligation Long-Term Debt (Continued)

General Obligation Debt Limitation. Section 67.03 of the *Wisconsin Statutes* restricts County general obligation debt to five percent of the equalized value of all property in the County. At December 31, 2014, the County's debt limit amounted to \$363,445,080 and indebtedness subject to the limitation totaled \$13,310,000.

NOTE 4 OTHER INFORMATION

A. Employee Retirement Plan

All eligible County employees participate in the Wisconsin Retirement System (System), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS). All employees, initially employed by a participating WRS employer prior to July 1, 2011, expected to work at least 600 hours a year (440 for teachers) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS. 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 for teachers) and expected to be employed for at least one year from employee's date of hire are eligible to participate in the WRS.

Prior to June 29, 2011, the employee required contribution to the plan could be made by the employer on behalf of the employee. Employers were required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits. Effective the first day of the pay period on or after June 29, 2011 the employee required contribution was changed to one-half of the actuarially determined contribution rate for General category employees, including Teachers and Executives and Elected Officials. The employer may not pay the employee required contribution unless provided for in an existing collective bargaining agreement.

Contribution rates for 2014 were as follows:

	<u>Employee</u>	<u>Employer</u>
General (Including Teachers)	7.00 %	7.00 %
Executives and Elected Officials	7.75	7.75
Protective with Social Security	7.00	10.31

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

A. Employee Retirement Plan (Continued)

The payroll for County employees covered by the WRS for the year ended December 31, 2014 was \$28,226,246; the employer's total payroll was \$29,131,602. The total required contribution for the year ended December 31, 2014 was \$4,117,789, which consisted of \$2,144,437, or 7.6% of payroll from the employer and \$1,973,352, or 7.0 percent of payroll from employees. Total contributions by the County for the years ending December 31, 2013 and 2012 were \$3,795,554 and \$3,360,615, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 55 for protective occupation employees) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings is the average of the employees' three highest years' earnings. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit.

For employees beginning participation 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 are immediately vested.

The System also provides death and disability benefits for employees. Eligibility for and the amount of all benefits are determined under Chapter 40 of the State Statutes. The System issues an annual financial report that may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

B. Employee Leave Liability

All regular employees are granted personal time off (PTO) based on number of regular hours paid in a pay period and length of service. Earned time off is placed in a personal "PTO" account which is subject to current use by the employee. Amounts recorded in the PTO accounts are subject to maximum accumulations. Employees may annually, at December 31, transfer up to 96 hours of their unused earned time off out of their PTO account into a "personal sick bank" account and/or receive a payment for up to 48 hours out of their account.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

B. Employee Leave Liability (Continued)

Time placed in the personal sick bank account may be used for sick leave in excess of three days. Accumulated time in the personal sick bank accounts is not subject to pay-out unless termination is by retirement. Retirement is defined as being eligible to receive immediate pension from the Wisconsin Retirement System. When an employee retires from the County, the personal sick leave bank accrued time will be converted into a cash-equivalent to be deposited into a Retirement Health Savings Plan. The money can be used to pay for qualified medical expenses as defined under Section 213 (d) of the Internal Revenue Code on a tax-free basis. There is no cash-out of the personal sick leave bank available to qualified employees at retirement.

The County's liability for accumulated personal time off, vacation and vested sick leave (sick leave based on retirement eligible conversion values) was \$2,601,626 in the governmental funds, totaled \$1,220,554 in the nursing home and highway department enterprise funds. The County accrues its liability for employee leave in the enterprise funds, but expenses these costs when paid in the governmental funds.

C. Risk Management

The County is exposed to various risks of loss related to torts; thefts of, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains a combination of commercial insurance coverage and self-insurance programs to cover each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County.

Health Insurance Funds. The County has an established health insurance program. This program is funded through "premiums" charged monthly to the participants in the plan. The County portion of the monthly premium is charged to various departments based on actual participation by employees. PreferredOne currently administers the plan for a monthly fee based on the number of participating individuals. Claims are paid by PreferredOne and reimbursed by the County on a weekly basis. Reinsurance for specific and stop-loss covers individual claims in excess of \$85,000 per year (for renewal period ending October 31, 2014) and \$90,000 per year (for renewal period ending October 31, 2015), and aggregate stop-loss is set at 120 percent of anticipated claims.

During 2014, the County offered a high deductible plan with an attachment point for annual aggregate stop-loss coverage set at \$7,600,255. The net position in the fund at December 31, 2014 was \$4,482,519.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Risk Management (Continued)

Worker's Compensation Fund. The County is self-insured for workers compensation coverage. This program is funded through "premiums" charged to various County departments. Claims are paid by the County, through a TPA, Wisconsin Municipal Insurance. Stop-loss insurance is carried through Safety National and covers individual claims in excess of \$500,000 each to a maximum of \$1,000,000. In addition to in-house administrative staff, the County retains outside legal and medical expertise for assistance in settling claims. The balance in this fund at December 31, 2014 was \$346,004.

Changes in the claims liabilities for 2014 and 2013 for the health insurance fund and worker's compensation fund were as follows:

	Health Insurance		Worker's Compensation	
	2014	2013	2014	2013
Estimated Claims Outstanding January 1	\$ 1,039,251	\$ 1,440,736	\$ 647,047	\$ 675,691
Current Year Claims and Charges	6,306,635	6,144,542	265,487	290,625
Claim Payments	(6,138,433)	(6,546,027)	(232,961)	(319,269)
Estimated Claims Outstanding December 31	<u>\$ 1,207,453</u>	<u>\$ 1,039,251</u>	<u>\$ 679,573</u>	<u>\$ 647,047</u>

Liability Insurance Fund. The County has established an internal service fund to account for transactions associated with its insurance coverage through WMMIC (see below) and to account for funds set aside for financing other liability insurance claims against the County.

Wisconsin Municipal Mutual Insurance Company (WMMIC) is a mutual company operating solely within the property and liability insurance industry. WMMIC was formed pursuant to an intergovernmental charter-contract in 1987 by municipal members. WMMIC was organized to provide property and liability insurance and risk management services to participant municipalities. As of December 31, 2014, WMMIC was owned by seventeen municipalities (2 cities, 15 counties). Responsibility for the operation and management of WMMIC is vested in its board of directors which is comprised of various municipal officials.

WMMIC issued tax exempt revenue bonds totaling \$13,935,000 in 1987 to provide capital for its operations. Each member, in turn, severally issued general obligation promissory notes at an aggregate amount equal to the revenue bonds and invested the proceeds in WMMIC. The County's initial investment in WMMIC was \$720,214 which is reflected in the balance sheet of the County's general fund. The debt issued by the County to finance this investment was fully retired in 1997. The County's allocated share of WMMIC's member equity at December 31, 2014 and 2013 was \$1,509,650 and \$1,540,506, respectively, and represented 3.74% and 3.95%, respectively, of the total member equity at those dates.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Risk Management (Continued)

Liability Insurance Fund (Continued). Liability insurance provided the members through WMMIC are to provide coverage in excess of prescribed self-insured amounts. WMMIC has contracted with a reinsurance company to cover losses (in excess of the self-insured retention of each member) which exceed \$1,000,000 per occurrence up to a maximum loss of \$10,000,000 per occurrence. WMMIC retains the first \$1,000,000 of the excess over the self-insurance retention. The members incur all losses greater than \$10,000,000 per occurrence or greater than \$15,000,000 of aggregate losses in a policy year. Losses paid by WMMIC plus administrative costs are to be recovered through premiums of the participating pool of municipalities. The County's share of such losses was 3.74 percent for 2014. A list of other members and their share of participation is in WMMIC's financial report which is available from: Wisconsin Municipal Mutual Insurance Company, 4785 Hayes Road, Madison, WI 53704-7364.

WMMIC contracts with Safety National to provide 100 percent reinsurance coverage for amounts in excess of the County's self-insurance limits, which are \$500,000 per occurrence for the 2014 policy year. Each member is required to maintain a segregated fund on deposit with WMMIC. This fund is used by WMMIC to pay claims charged to the member and is subject to replenishment by the member on a quarterly basis (or more frequently, if necessary). The amount of the deposit has been currently set at \$350,000 for the County. WMMIC has also set a policy that each member should maintain, in a segregated fund, cash reserves equal to one year's SIR plus incurred but not reported claims (IBNRs) less SIR funds on deposit with WMMIC.

The self-funded liability insurance fund had a balance of \$2,278,493 and \$1,988,676 at December 31, 2014 and 2013, respectively, and consisted of the following components:

	2014	2013
Cash and Investments Held by County	\$ 2,417,291	\$ 2,261,226
Deposits with WMMIC	350,000	350,000
Accounts Receivable	10,309	1,252
Accounts Payable	(40,396)	(43,724)
Accrued Payroll	(3,559)	(3,816)
Accrued Unpaid Losses	(455,152)	(576,262)
Fund Balance December 31	\$ 2,278,493	\$ 1,988,676

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 4 OTHER INFORMATION (CONTINUED)

C. Risk Management (Continued)

Liability Insurance Fund (Continued). The liability recorded for unpaid losses at December 31, 2014 was determined by WMMIC based on claim adjusters evaluations and other estimates. The liability includes those for incurred but not reported (IBNRs) losses. The liability represents the present value of the expected level of unpaid losses for the years of operations under WMMIC. Changes in claim liabilities for 2014 and 2013 are:

	2014	2013
Estimated Claims Outstanding January 1	\$ 576,262	\$ 552,491
Current Year Claims and Changes	432,265	706,998
Claim Payments	(553,375)	(683,227)
Estimated Claims Outstanding December 31	\$ 455,152	\$ 576,262

D. Contingencies

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

E. Operating Leases

The County leases vehicles under operating leases. Total cost for fiscal year 2014 was \$20,804. The future minimum lease payments for the leases are as follows:

Year	Amount
2015	\$ 20,000
2016	20,000
2017	8,470
	\$ 48,470

F. Subsequent Event

The St. Croix County Nursing Home has plans to construct a new nursing facility. The \$20 million of bonding for the new nursing facility is yet to be authorized by the Board. Plans are still in the early stages of development. The County is not considered to be held to any significant commitments.

ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014

NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLAN

The County provides health insurance benefits for certain retired employees under a single-employer fully-insured plan. The County provides benefits for retirees as required by state statutes. Active employees who retire from the County when eligible to receive a retirement benefit from the Wisconsin Retirement System (WRS) (or similar plan) and do not participate in any other coverage with respect to both themselves and their eligible dependent(s) under the County's health benefits program, are eligible for this plan. Pursuant to the provisions of the plan, retirees are required to pay varying percentages of the total premium cost. As of January 1, 2014 actuarial valuation, there were approximately 15 retirees receiving health benefits from the County's health plan.

A. Annual OPEB Cost and Net OPEB Obligation

The County's annual other post employment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the County's annual OPEB cost of 2014, the amount actually contributed to the plan, and changes in the County's net OPEB obligation:

Annual Required Contribution (ARC)	\$ 379,928
Interest on Net OPEB Obligation	47,145
Adjustment to ARC	(64,318)
Annual OPEB Cost	<u>362,755</u>
Contributions During the Year	<u>(90,570)</u>
Increase in Net OPEB Obligation	272,185
NET OPEB - Beginning of Year	<u>1,047,658</u>
NET OPEB - End of the Year	<u><u>\$ 1,319,843</u></u>
Governmental Activities	\$ 1,003,090
Business-Type Activities	<u>316,753</u>
Total OPEB OBLIGATION	<u><u>\$ 1,319,843</u></u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for 2014, 2013, and 2012 were as follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Employer</u> <u>Contribution</u>	<u>Percentage</u> <u>Contributed</u>	<u>Net OPEB</u> <u>Obligation</u>
2012	\$ 319,111	\$ 63,002	19.7 %	\$ 811,510
2013	304,820	68,672	22.5	1,047,658
2014	362,755	90,570	25.0	1,319,843

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLAN (CONTINUED)

B. Funding Status

The County currently has no assets that have been irrevocably deposited in the trust for future health benefits. Therefore, the actuarial value of assets is zero. The actuarially determined accrued liability of these benefits and the unfunded portion is detailed in the funding progress schedule on page 58.

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Percentage of Covered Payroll ((b-1)/c)
1/1/2014	\$ -	\$ 3,092,984	\$ 9,092,984	- %	\$ 29,373,417	31.0 %

C. Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of the occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations.

In the January 1, 2014 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4.5 percent discount rate, which is based on the estimated long-term investment yield on the general assets of the County using an underlying long-term inflation assumption of 3.0 percent. The annual healthcare cost trend rate is 9.0 percent initially, reduced incrementally to an ultimate rate of 5.0 percent over ten years. The unfunded actuarial accrued liability is being amortized as a level dollar amount over an open 30-year period.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2014**

NOTE 6 FUND BALANCE CLASSIFICATIONS

The fund balance classifications of the governmental funds as of December 31, 2014, were as follows:

	<u>Total</u>	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>	<u>Unassigned</u>
Major Funds:						
General Fund						
Prepayments	\$ 23,170	\$ 23,170	\$ -	\$ -	\$ -	\$ -
Inventories	-	-	-	-	-	-
Delinquent Taxes Receivable	2,246,578	2,246,578	-	-	-	-
Investment in WMMIC	720,214	720,214	-	-	-	-
Restricted (See Schedule B-2)	44,285	-	44,285	-	-	-
Assigned (See Schedule B-2)	3,495,366	-	-	-	3,495,366	-
Unassigned	16,740,686	-	-	-	-	16,740,686
Subtotal General Fund	<u>23,270,299</u>	<u>2,989,962</u>	<u>44,285</u>	<u>-</u>	<u>3,495,366</u>	<u>16,740,686</u>
Health and Human Services Fund						
Prepayments	15,946	15,946	-	-	-	-
Inventories	1,602	1,602	-	-	-	-
Donations	57,237	-	57,237	-	-	-
Health and Human Service Programs	<u>2,064,207</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,064,207</u>	<u>-</u>
Subtotal Health and Human Services Fund	<u>2,138,992</u>	<u>17,548</u>	<u>57,237</u>	<u>-</u>	<u>2,064,207</u>	<u>-</u>
2013 Land Sale Capital Projects Fund	3,064,449	-	-	-	3,064,449	-
2014 Bonded Capital Projects Fund	3,682,017	-	-	-	3,682,017	-
Debt Service Fund	257,347	-	257,347	-	-	-
Nonmajor Funds:						
Special Revenue Funds						
Office on Aging Problems	441,873	-	-	-	441,873	-
Aging and Disability Resource Center	156,818	-	-	-	156,818	-
Jail Assessment Fee Fund Projects	154,075	-	154,075	-	-	-
Stop Drugs Funded Program	10,902	-	10,902	-	-	-
Land Records Fund	106,329	-	106,329	-	-	-
Dog License Fund Restricted for Animal Control	23,663	-	23,663	-	-	-
St. Croix Industries Programs	(71,420)	-	-	-	-	(71,420)
Capital Projects Fund						
Capital Projects Fund	(963,102)	-	-	-	-	(963,102)
2008 Bonded Capital Projects Fund	-	-	-	-	-	-
2010 Capital Projects Fund	-	-	-	-	-	-
St. Croix River Crossing Capital Projects Fund	-	-	-	-	-	-
Nursing Home Capital Projects Fund	(160,896)	-	-	-	-	(160,896)
Subtotal Capital Projects Fund	<u>(1,123,998)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,123,998)</u>
Total Governmental Fund Balances	<u>\$ 32,111,346</u>	<u>\$ 3,007,510</u>	<u>\$ 653,838</u>	<u>\$ -</u>	<u>\$ 12,904,730</u>	<u>\$ 15,545,268</u>

REQUIRED SUPPLEMENTARY INFORMATION

**ST. CROIX COUNTY, WISCONSIN
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED DECEMBER 31, 2014**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes	27,053,435	27,053,435	\$ 28,045,707	\$ 992,272
Intergovernmental	4,348,208	4,348,208	4,745,522	397,314
Licenses and Permits	270,000	270,000	210,983	(59,017)
Fines and Forfeits	260,000	260,000	210,561	(49,439)
Public Charges for Services	1,758,612	1,758,612	1,673,832	(84,780)
Intergovernmental Charges for Services	146,780	146,780	57,358	(89,422)
Miscellaneous:				
Interest	90,000	90,000	178,779	88,779
Rent	-	-	83,101	83,101
Other	50,800	50,800	141,269	90,469
Total Revenues	<u>33,977,835</u>	<u>33,977,835</u>	<u>35,347,112</u>	<u>1,369,277</u>
EXPENDITURES				
General Government	9,844,485	9,844,485	9,655,202	189,283
Public Safety	11,464,308	11,464,308	11,658,475	(194,167)
Transportation	7,170,557	7,170,557	7,170,557	-
Sanitation	169,784	169,784	256,201	(86,417)
Health and Human Services	907,276	907,276	874,487	32,789
Culture, Recreation and Education	2,114,091	2,114,091	2,055,083	59,008
Conservation and Development	2,164,926	2,164,926	2,073,853	91,073
Total Expenditures	<u>33,835,427</u>	<u>33,835,427</u>	<u>33,743,858</u>	<u>91,569</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	142,408	142,408	1,603,254	1,460,846
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(182,794)	(182,794)	(182,323)	471
Proceeds from the Sale of Capital Assets	-	-	8,622	8,622
Total Other Financing Sources (Uses)	<u>(182,794)</u>	<u>(182,794)</u>	<u>(173,701)</u>	<u>9,093</u>
NET CHANGE IN FUND BALANCE	<u>\$ (40,386)</u>	<u>\$ (40,386)</u>	1,429,553	<u>\$ 1,469,939</u>
Fund Balance - Beginning of Year			<u>21,840,746</u>	
FUND BALANCE - END OF YEAR			<u>\$ 23,270,299</u>	

See accompanying Notes to Required Supplemental Information.

SCHEDULE 2

ST. CROIX COUNTY, WISCONSIN
 BUDGETARY COMPARISON SCHEDULE
 HEALTH AND HUMAN SERVICES SPECIAL REVENUE FUND
 YEAR ENDED DECEMBER 31, 2014

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
PROGRAM REVENUES				
Human Services Administration	\$ 517,500	\$ 517,500	\$ 282,549	\$ (234,951)
Alcoholism and Drug Abuse	678,218	678,218	563,667	(114,551)
Mental Health Services	2,607,722	2,607,722	2,574,675	(33,047)
Long-Term Support	-	-	-	-
Family and Children's Services	1,303,234	1,303,234	1,280,000	(23,234)
Economic Support	911,472	911,472	1,205,412	293,940
Coordinated Family Services/SED	2,150,293	2,150,293	1,690,628	(459,665)
General Relief	-	-	-	-
Public Health	1,028,325	1,028,325	1,038,096	9,771
Total Program Revenues	<u>9,196,764</u>	<u>9,196,764</u>	<u>8,635,027</u>	<u>(561,737)</u>
PROGRAM EXPENDITURES				
Human Services Administration	1,839,718	1,839,718	1,767,245	72,473
Alcoholism and Drug Abuse	761,127	761,127	677,203	83,924
Mental Health Services	3,506,611	3,506,611	3,657,363	(150,752)
Family and Children's Services	2,846,399	2,846,399	2,738,855	107,544
Economic Support	1,169,503	1,169,503	1,165,014	4,489
Coordinated Family Services/SED	2,808,406	2,808,406	1,931,650	876,756
General Relief	-	-	-	-
Public Health	1,862,508	1,862,508	1,843,749	18,759
Total Program Expenditures	<u>14,794,272</u>	<u>14,794,272</u>	<u>13,781,079</u>	<u>1,013,193</u>
EXCESS OF PROGRAM EXPENDITURES OVER PROGRAM REVENUES	(5,597,508)	(5,597,508)	(5,146,052)	451,456
OTHER FUNDING SOURCES (USES)				
County Appropriation	5,502,414	5,502,414	5,502,414	-
Transfers from Other Funds	95,094	95,094	-	(95,094)
Transfers to Other Funds	-	-	-	-
Total Other Funding Sources (Uses)	<u>5,597,508</u>	<u>5,597,508</u>	<u>5,502,414</u>	<u>(95,094)</u>
EXCESS OF REVENUES AND OTHER FUNDING SOURCES OVER (UNDER) EXPENDITURES - BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	356,362	<u>\$ 356,362</u>
RECONCILIATION TO GAAP BASIS				
Add Net Donation Funds Received (Expended)			<u>3,633</u>	
NET CHANGE IN FUND BALANCE - GAAP BASIS			<u>\$ 359,995</u>	

See accompanying Notes to Required Supplemental Information.

**ST. CROIX COUNTY, WISCONSIN
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2014**

BUDGETARY INFORMATION

GASB 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information for the general fund is derived from the County's annual operating budget. Budgetary information for the health and human services fund is derived from the department's approved budget.

The County's annual operating budget is adopted in accordance with Chapter 65 of the *Wisconsin Statutes* and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The County's legal budget is adopted at the major function level in the general fund (i.e., general government) and at the fund level in all other funds. The County exercises budgetary expenditure control at the department level.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

ST. CROIX COUNTY, WISCONSIN
 SCHEDULE OF FUNDING PROGRESS
 OTHER POSTEMPLOYMENT BENEFIT PLAN
 YEAR ENDED DECEMBER 31, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (b)	Actuarial Accrued Liability (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	Percentage of Covered Payroll ((b-1)/c)
1/1/2012	\$ -	\$ 2,758,087	\$ 2,758,087	- %	\$ 27,687,263	10.0 %
1/1/2013	-	2,714,500	2,714,500	-	28,517,881	9.5
1/1/2014	-	3,092,984	3,092,984	-	29,373,417	10.5

SUPPLEMENTARY INFORMATION

COMBINING AND INDIVIDUAL FUND STATEMENTS

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2014**

	Special Revenue Funds				
	Office on Aging Programs	Aging and Disability Resource Center	Jail Assessment Fund	Stop Drugs Fund	Land Records Fund
ASSETS					
Treasurer's Cash and Investments	\$ 441,250	\$ 196,620	\$ 146,184	\$ 10,902	\$ 118,791
Departmental Cash	-	-	4,737	-	-
Taxes Receivable	301,395	-	-	-	-
Accounts Receivable	46,693	3,980	-	-	-
Due from Other Governmental Units	-	-	3,154	-	-
Total Assets	<u>\$ 789,338</u>	<u>\$ 200,600</u>	<u>\$ 154,075</u>	<u>\$ 10,902</u>	<u>\$ 118,791</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ 29,677	\$ 3,678	\$ -	\$ -	\$ 11,200
Accrued Payroll	16,393	40,104	-	-	1,262
Due to Other Funds	-	-	-	-	-
Total Liabilities	<u>46,070</u>	<u>43,782</u>	<u>-</u>	<u>-</u>	<u>12,462</u>
DEFERRED INFLOWS OF RESOURCES					
Succeeding Year's Property Taxes	<u>301,395</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Restricted	-	-	154,075	10,902	106,329
Assigned	441,873	156,818	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>441,873</u>	<u>156,818</u>	<u>154,075</u>	<u>10,902</u>	<u>106,329</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 789,338</u>	<u>\$ 200,600</u>	<u>\$ 154,075</u>	<u>\$ 10,902</u>	<u>\$ 118,791</u>

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
DECEMBER 31, 2014**

	Special Revenue Funds				Total Nonmajor Special Revenue Funds
	CDBG- Revolving Loan Fund	Dog License Fund	Sanitary Grants Fund	St Croix Industries Fund	
ASSETS					
Treasurer's Cash and Investments	\$ -	\$ 22,453	\$ -	\$ -	\$ 936,200
Departmental Cash	-	-	-	-	4,737
Taxes Receivable	-	-	-	-	301,395
Accounts Receivable	-	1,210	-	1,605	53,488
Due from Other Governmental Units	-	-	-	-	3,154
Total Assets	\$ -	\$ 23,663	\$ -	\$ 1,605	\$ 1,298,974
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Vouchers Payable	\$ -	\$ -	\$ -	\$ 648	\$ 45,203
Accrued Payroll	-	-	-	-	57,759
Due to Other Funds	-	-	-	72,377	72,377
Total Liabilities	-	-	-	73,025	175,339
DEFERRED INFLOWS OF RESOURCES					
Succeeding Year's Property Taxes	-	-	-	-	301,395
FUND BALANCES					
Restricted	-	23,663	-	-	294,969
Assigned	-	-	-	-	598,691
Unassigned	-	-	-	(71,420)	(71,420)
Total Fund Balance	-	23,663	-	(71,420)	822,240
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ -	\$ 23,663	\$ -	\$ 1,605	\$ 1,298,974

ST. CROIX COUNTY, WISCONSIN
 NONMAJOR GOVERNMENTAL FUNDS
 COMBINING BALANCE SHEET (CONTINUED)
 DECEMBER 31, 2014

	Capital Projects Funds					Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
	Capital Projects Fund	2008 Bonded Capital Projects Fund	2010 Capital Projects Fund	St. Croix River Crossing Capital Projects Fund	Nursing Home Capital Project Fund		
ASSETS							
Treasurer's Cash and Investments							
Departmental Cash							
Taxes Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 936,200
Accounts Receivable	211,176	-	-	-	-	211,176.00	512,571
Due from Other Governmental Units	459	-	-	-	-	459.00	53,947
Total Assets	-	-	-	15,000	-	15,000	18,154
	<u>\$ 211,635</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 226,635</u>	<u>\$ 1,525,609</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
LIABILITIES							
Vouchers Payable							
Accrued Payroll	\$ 79,339	\$ -	\$ -	\$ 2,113	\$ 147,680	\$ 229,132	\$ 274,335
Due to Other Funds	-	-	-	-	-	-	57,759
Total Liabilities	884,222	-	-	12,887	13,216	910,325	982,702
	963,561	-	-	15,000	160,896	1,139,457	1,314,796
DEFERRED INFLOWS OF RESOURCES							
Succeeding Year's Property Taxes	211,176	-	-	-	-	211,176	512,571
FUND BALANCES							
Restricted	-	-	-	-	-	-	294,969
Assigned	-	-	-	-	-	-	598,691
Unassigned	(963,102)	-	-	-	(160,896)	(1,123,998)	(1,195,418)
Total Fund Balance	(963,102)	-	-	-	(160,896)	(1,123,998)	(301,758)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 211,635</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ 226,635</u>	<u>\$ 1,525,609</u>

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2014**

	Special Revenue Funds				
	Office on Aging Programs	Aging and Disability Resource Center	Jail Assessment Fund	Stop Drugs Fund	Land Records Fund
REVENUES					
Taxes	\$ 243,390	\$ 506,825	\$ -	\$ -	\$ -
Intergovernmental	515,773	927,281	-	-	1,000
Licenses and Permits	-	-	-	-	-
Fines, Forfeitures and Penalties	-	-	76,300	-	-
Public Charges for Services	202,982	-	-	-	120,088
Miscellaneous:					
Other	34,008	-	-	10,423	-
Total Revenues	<u>996,153</u>	<u>1,434,106</u>	<u>76,300</u>	<u>10,423</u>	<u>121,088</u>
EXPENDITURES					
General Government	-	-	-	-	131,569
Public Safety	-	-	4,000	10,738	-
Health and Human Services	918,610	1,452,782	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>918,610</u>	<u>1,452,782</u>	<u>4,000</u>	<u>10,738</u>	<u>131,569</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	77,543	(18,676)	72,300	(315)	(10,481)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfer Out	-	-	-	-	(95,200)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(95,200)</u>
NET CHANGE IN FUND BALANCES	77,543	(18,676)	72,300	(315)	(105,681)
Fund Balances - Beginning of Year	<u>364,330</u>	<u>175,494</u>	<u>81,775</u>	<u>11,217</u>	<u>212,010</u>
FUND BALANCES - END OF YEAR	<u>\$ 441,873</u>	<u>\$ 156,818</u>	<u>\$ 154,075</u>	<u>\$ 10,902</u>	<u>\$ 106,329</u>

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED DECEMBER 31, 2014**

	Special Revenue Funds				Total Nonmajor Special Revenue Funds
	CDBG- Revolving Loan Fund	Dog License Fund	Sanitary Grants Fund	St Croix Industries Fund	
REVENUES					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 750,215
Intergovernmental	-	-	-	-	1,444,054
Licenses and Permits	-	2,034	-	-	2,034
Fines, Forfeitures and Penalties	-	-	-	-	76,300
Public Charges for Services	-	-	-	365,221	688,291
Miscellaneous:					
Other	-	-	-	11,669	56,100
Total Revenues	-	2,034	-	376,890	3,016,994
EXPENDITURES					
General Government	-	-	-	-	131,569
Public Safety	-	-	-	-	14,738
Health and Human Services	-	1,495	-	780,570	3,153,457
Capital Outlay	-	-	-	-	-
Total Expenditures	-	1,495	-	780,570	3,299,764
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	539	-	(403,680)	(282,770)
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	-	-	-
Transfer Out	-	-	-	-	(95,200)
Total Other Financing Sources (Uses)	-	-	-	-	(95,200)
NET CHANGE IN FUND BALANCES	-	539	-	(403,680)	(377,970)
Fund Balances - Beginning of Year	-	23,124	-	332,260	1,200,210
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ 23,663</u>	<u>\$ -</u>	<u>\$ (71,420)</u>	<u>\$ 822,240</u>

**ST. CROIX COUNTY, WISCONSIN
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
YEAR ENDED DECEMBER 31, 2014**

REVENUES	Capital Projects Funds						Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
	Capital Projects Fund	2008 Bonded Capital Projects Fund	2010 Capital Projects Fund	St. Croix River Crossing Capital Projects Fund	Nursing Home Capital Projects Fund	Total Nonmajor Capital Project Funds		
Taxes								
Intergovernmental								
Licenses and Permits								
Fines, Forfeitures and Penalties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 750,215
Public Charges for Services	-	-	-	65,653	-	65,653	-	1,509,707
Miscellaneous:	-	-	-	-	-	-	-	2,034
Other	-	-	-	-	-	-	-	76,300
Total Revenues	-	-	-	-	-	-	-	688,291
EXPENDITURES	-	-	-	-	-	-	-	56,100
General Government	-	-	-	65,653	-	65,653	-	3,082,647
Public Safety	-	-	-	-	-	-	-	131,569
Health and Human Services	-	-	-	-	-	-	-	14,738
Capital Outlay	-	-	-	-	-	-	-	3,153,457
Total Expenditures	961,801	-	-	160,853	160,896	1,283,550	-	1,283,550
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	961,801	-	-	160,853	160,896	1,283,550	-	4,583,314
OTHER FINANCING SOURCES (USES)	(961,801)	-	-	(95,200)	(160,896)	(1,217,897)	-	(1,500,667)
Transfers In	469	-	2,635	95,200	-	98,304	-	98,304
Transfer Out	-	(3,104)	-	-	-	(3,104)	-	(98,304)
Total Other Financing Sources (Uses)	469	(3,104)	2,635	95,200	-	95,200	-	-
NET CHANGE IN FUND BALANCES	(961,332)	(3,104)	2,635	-	(160,896)	(1,122,697)	-	(1,500,667)
Fund Balances - Beginning of Year	(1,770)	3,104	(2,635)	-	-	(1,301)	-	1,198,909
FUND BALANCES - END OF YEAR	<u>\$ (963,102)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (160,896)</u>	<u>\$ (1,123,998)</u>	<u>\$ -</u>	<u>\$ (301,758)</u>

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED BALANCE SHEET
DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2013)**

	2014	2013
ASSETS		
Treasurer's Cash and Investments	\$ 18,625,079	\$ 18,306,607
Departmental Cash	47,726	51,141
Taxes Receivable:		
Current Taxes Receivable	21,690,371	19,953,816
Delinquent Taxes Receivable	1,870,490	3,088,334
Tax Deeds Owned by County	376,088	113,780
Accounts Receivable	656,749	469,263
Due from Other Governments	98,333	67,452
Sales Tax Receivable	996,243	964,885
Due from Other Funds:		
Cash Overdrafts at Year-End	1,969,388	803,522
Prepayments	23,170	37,175
Advances to Other Funds:		
Investment in Public-Entity Risk Pool	720,214	720,214
Total Assets	\$ 47,073,851	\$ 44,576,189
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
LIABILITIES		
Vouchers and Accounts Payable	\$ 403,048	\$ 406,407
Accrued Salaries and Wages	600,106	1,017,746
Payroll Deductions	604,971	408,070
Due to Other Governmental Units	410,812	358,954
Unearned Grant Revenue	27,075	27,075
Special Deposits	67,169	67,964
Total Liabilities	2,113,181	2,286,216
DEFERRED INFLOWS OF RESOURCES		
Succeeding Year's Property Taxes	21,690,371	20,438,761
Unavailable Revenue - Other	-	10,466
Total Deferred Inflows of Resources	21,690,371	20,449,227
FUND BALANCES		
Nonspendable for:		
Delinquent Taxes	2,246,578	2,717,169
Investment in WMMIC	720,214	720,214
Prepayments	23,170	37,175
Restricted	44,285	27,729
Assigned	3,495,366	2,815,211
Unassigned	16,740,686	15,523,248
Total Fund Balances	23,270,299	21,840,746
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 47,073,851	\$ 44,576,189

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
STATEMENT OF CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2014**

	County Internal Fund #	Balance (Overdraft) 1/1/14	County Appropriations	Other Revenues	Transfers				Total Available	Expenditures	Balance (Overdraft) 12/31/14
					General Fund		Other Funds				
					In	Out	In	Out			
Nonspendable:											
Delinquent Taxes		\$ 2,717,169	\$ -	\$ -	\$ -	\$ 470,591	\$ -	\$ -	\$ 2,246,578	\$ -	\$ 2,246,578
Investment in WMMIC		720,214	-	-	-	-	-	-	720,214	-	720,214
Prepayments		37,175	-	-	-	14,005	-	-	23,170	-	23,170
Inventories		-	-	-	-	-	-	-	-	-	-
Total Nonspendable		<u>3,474,558</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>484,596</u>	<u>-</u>	<u>-</u>	<u>2,989,962</u>	<u>-</u>	<u>2,989,962</u>
Restricted:											
District Attorney's Confiscated Assets	100	4,714	-	339	-	-	-	-	5,053	2,100	2,953
District Attorney's Drug Prosecution	100	-	-	-	-	-	-	-	-	-	-
DA Traffic/OWI Prosecutor	100	-	-	-	-	-	-	-	-	-	-
Sheriff Confiscated Property	100	16,694	-	7,084	-	-	-	-	23,778	25,762	(1,984)
St. Croix/Polk Drug Enforcement	100	5,104	-	109,282	-	-	-	-	114,386	71,460	42,926
Sheriff Counteract	100	1,217	-	630	-	-	-	-	1,847	1,457	390
Total Restricted		<u>27,729</u>	<u>-</u>	<u>117,335</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>145,064</u>	<u>100,779</u>	<u>44,285</u>
Assigned:											
Continuing Appropriations:											
IT Computer Repairs and Replacement	100	13,469	-	-	-	-	-	-	13,469	688	12,781
REI Recycling Grant	100	124,806	-	199,800	-	-	-	-	324,606	213,812	110,794
Recycling Education Grant	100	1,281	-	-	-	-	-	-	1,281	-	1,281
UW-Extension - Grants	100	5,493	-	1,889	-	-	-	-	7,382	6,663	719
County Farm	111	-	-	500	-	-	-	-	500	500	-
Parks	121	295,998	454,271	281,451	-	-	-	-	1,031,720	698,779	332,941
Land and Water Conservation	131	227,367	364,736	353,351	-	-	-	-	945,454	634,107	311,347
Pesticide Training	270	9,069	-	455	-	-	-	-	9,524	1,508	8,016
County Sales Tax	201	2,137,728	-	6,588,266	-	5,894,507	-	114,000	2,717,487	-	2,717,487
Total Assigned Balances		<u>2,815,211</u>	<u>819,007</u>	<u>7,425,712</u>	<u>-</u>	<u>5,894,507</u>	<u>-</u>	<u>114,000</u>	<u>5,051,423</u>	<u>1,556,057</u>	<u>3,495,366</u>
Unassigned:											
Highway Appropriation and Aids		-	5,449,595	1,729,962	-	-	-	-	7,179,557	7,179,557	-
Internal Service Funds Appropriations		-	-	-	-	-	-	-	-	-	-
General County		15,523,248	14,170,159	5,643,964	6,379,103	-	-	68,323	41,648,151	24,907,465	16,740,686
Total Unassigned		<u>15,523,248</u>	<u>19,619,754</u>	<u>7,373,926</u>	<u>6,379,103</u>	<u>-</u>	<u>-</u>	<u>68,323</u>	<u>48,827,708</u>	<u>32,087,022</u>	<u>16,740,686</u>
Total General Fund		<u>\$ 21,840,746</u>	<u>\$ 20,438,761</u>	<u>\$ 14,916,973</u>	<u>\$ 6,379,103</u>	<u>\$ 6,379,103</u>	<u>\$ -</u>	<u>\$ 182,323</u>	<u>\$ 57,014,157</u>	<u>\$ 33,743,858</u>	<u>\$ 23,270,299</u>

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2013)**

	2014				2013 Actual
	Budgeted Amounts		Actual	Variance - Positive (Negative)	
	Original	Final			
REVENUES					
Taxes					
General Property Taxes	\$ 20,438,761	\$ 20,438,761	\$ 20,439,183	\$ 422	\$ 20,185,553
Forest Crop Taxes	5,000	5,000	7,202	2,202	22,420
Retained Sales Tax	-	-	129	129	125
Sales Tax	5,739,674	5,739,674	6,588,266	848,592	5,803,992
Real Estate Transfer Fees	170,000	170,000	248,061	78,061	250,822
Interest on Taxes	500,000	500,000	504,897	4,897	624,844
Penalty on Taxes	200,000	200,000	257,969	57,969	317,536
Total Taxes	27,053,435	27,053,435	28,045,707	992,272	27,205,292
Intergovernmental					
Federal Grants and Aids:					
National Parks	-	-	-	-	4,397
Victim/Witness VOCA Grant	41,729	41,729	41,729	-	41,729
State Shared Taxes:					
Shared Taxes from State	519,023	519,023	520,203	1,180	524,911
Tax Exempt Computer Aid	44,000	44,000	42,135	(1,865)	44,037
State Grants and Aids:					
Circuit Court	266,206	266,206	266,544	338	266,325
Guardian Ad Litem	60,624	60,624	56,060	(4,564)	60,183
Victim/Witness VOCA Grant	130,522	130,522	227,052	96,530	65,261
Law Enforcement	11,900	11,900	8,640	(3,260)	10,480
Law Enforcement-TAD Grant	74,584	74,584	74,584	-	-
Confiscated Property - Sheriff	-	-	577	577	7,478
DNA Samples	500	500	-	(500)	1,020
CEASE Grants	500	500	-	(500)	-
Vest Grant	8,778	8,778	6,569	(2,209)	3,385
Recreational Boating Aid	25,000	25,000	34,659	9,659	36,222
Jail	12,500	12,500	22,699	10,199	7,634
Emergency Government	57,621	57,621	64,696	7,075	81,539
Emergency Planning (SARA)	18,093	18,093	20,423	2,330	18,093
Homeland Security Grants	13,600	13,600	11,624	(1,976)	22,798
Pre-Disaster Mitigation Grants	-	-	-	-	4,478
General Transportation Aids	1,729,962	1,729,962	1,729,962	-	1,675,094
Recycling	196,000	196,000	196,532	532	206,726
Hazardous Waste	20,000	20,000	15,905	(4,095)	21,600
Child Support	692,163	692,163	714,028	21,865	624,776
Veterans Service Officer	19,000	19,000	17,255	(1,745)	18,429
Snowmobile Trail Maintenance	54,150	54,150	114,158	60,008	109,536

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014			Variance - Positive (Negative)	2013 Actual
	Budgeted Amounts		Actual		
	Original	Final			
REVENUES (Continued)					
Intergovernmental (Continued)					
State Grants and Aids: (Continued)					
Flood Damage (Fund 121)	\$ -	\$ -	\$ 2,252	\$ 2,252	\$ -
Land and Water Conservation	293,077	293,077	321,546	28,469	207,789
District Attorney - Confiscated Property	-	-	339	339	1,831
DOJ - Pierce/Polk/St. Croix Drug Program	-	-	109,282	109,282	74,289
JAG Pre-Trial Program Grant	51,676	51,676	65,391	13,715	40,399
Other:					
Revenue from Municipalities	-	-	-	-	7,296
UW Extension Innovation Grant	4,000	4,000	1,889	(2,111)	-
Court Interpreter Fees from State	3,000	3,000	3,121	121	2,662
PILT Payments from Districts	-	-	55,668	55,668	57,313
Total Intergovernmental	4,348,208	4,348,208	4,745,522	397,314	4,243,313
Licenses and Permits					
Zoning Permits	-	-	(3,750)	(3,750)	3,750
Community Development Revenue	270,000	270,000	214,278	(55,722)	335,158
Pesticide Training	-	-	455	455	1,085
Total Licenses and Permits	270,000	270,000	210,983	(59,017)	339,993
Fines, Forfeitures and Penalties					
County Ordinance Forfeitures	260,000	260,000	210,561	(49,439)	234,883
Public Charges for Services					
Register of Deeds Fees	550,000	550,000	437,442	(112,558)	557,656
Mediation Fees	8,000	8,000	7,790	(210)	9,125
Guardian ad Litem Fees	6,000	6,000	5,755	(245)	7,981
Clerk of Court Fees	278,000	278,000	228,760	(49,240)	306,472
NSF Checks - Clerk of Courts	500	500	259	(241)	530
Miscellaneous Circuit Court Fees	1,250	1,250	1,134	(116)	961
Drug Court Fees	9,425	9,425	2,044	(7,381)	4,642
Register of Probate Fees	18,000	18,000	19,445	1,445	14,978
Medical Examiner Fees	35,000	35,000	45,800	10,800	38,000
District Attorney Fees	23,000	23,000	26,476	3,476	22,700
Tax Collection Fee	52,000	52,000	52,928	928	73,274
County Clerk Fees/Game Licenses	81,000	81,000	105,899	24,899	88,469
Sheriff Fees	225,600	225,600	140,199	(85,401)	189,242
Board of Prisoners	223,900	223,900	296,752	72,852	304,768
Counteract Revenues	-	-	630	630	1,315
Central Dispatch Fees	8,459	8,459	10,213	1,754	8,728
Jail Phone System Revenue	54,000	54,000	46,275	(7,725)	63,101

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014		Actual	Variance - Positive (Negative)	2013 Actual
	Budgeted Amounts				
	Original	Final			
REVENUES (Continued)					
Public Charges for Services (Continued)					
Victim/Witness Fees	\$ -	\$ -	\$ 15	\$ 15	\$ -
Tire Recycling Program	6,400	6,400	3,198	(3,202)	6,479
Recycling Education Revenue	300	300	70	(230)	203
County Farm	-	-	500	500	0
Child Support Processing Fees	2,000	2,000	14,197	12,197	15,559
County Parks Revenue - Troy	8,000	8,000	3,011	(4,989)	8,019
County Parks Revenue - Glen Hills	90,500	90,500	118,300	27,800	113,821
County Parks Revenue - Pine Lake	-	-	40	40	35
County Parks Revenue - Perch Lake	27,000	27,000	43,691	16,691	38,978
University Extension Charges	5,278	5,278	14,306	9,028	6,187
Land and Water Conservation	30,000	30,000	42,271	12,271	31,673
Ag Use Penalty	15,000	15,000	6,432	(8,568)	16,540
Total Public Charges for Services	1,758,612	1,758,612	1,673,832	(84,780)	1,929,436
Intergovernmental Charges for Services					
Local Governments:					
Elections	35,780	35,780	20,711	(15,069)	24,826
Charges to Municipalities	-	-	11,934	11,934	-
County Departments:					
Computer Repair and Replacements	1,000	1,000	-	(1,000)	586
Human Services Building Maintenance	110,000	110,000	24,713	(85,287)	444,228
Total Intergovernmental Charges for Services	146,780	146,780	57,358	(89,422)	469,640
Miscellaneous					
Interest:					
General Investments	80,000	80,000	161,004	81,004	(52,016)
Sheriff Confiscated Property	-	-	-	-	3
Judgments	10,000	10,000	17,775	7,775	9,260
D.A. Confiscated Property	-	-	-	-	6
Other:					
K-9 Fund Raiser Donations	-	-	6,507	6,507	5,773
Rent of County Buildings	-	-	83,101	83,101	49,032
Department Refund of Unemployment Compensation	45,000	45,000	121,896	76,896	53,378
Miscellaneous	5,800	5,800	12,866	7,066	12,046
Total Miscellaneous	140,800	140,800	403,149	262,349	77,482
Total Revenues	33,977,835	33,977,835	35,347,112	1,369,277	34,500,039

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014				
	Budgeted Amounts		Actual	Variance - Positive (Negative)	2013 Actual
	Original	Final			
EXPENDITURES					
General Government					
County Board	\$ 97,840	\$ 97,840	\$ 85,747	\$ 12,093	\$ 58,462
Commissions and Committees	43,168	43,168	49,179	(6,011)	35,590
Legal Notice Publications	1,500	1,500	383	1,117	651
Clerk of Courts	1,350,597	1,350,597	1,293,833	56,764	1,374,609
Circuit Court	717,909	717,909	751,765	(33,856)	702,222
Drug Court	184,314	184,314	132,499	51,815	136,385
Medical Examiner	173,019	173,019	199,477	(26,458)	151,779
Corporation Counsel	431,871	431,871	430,315	1,556	368,643
Victim/Witness Program	280,427	280,427	272,299	8,128	271,274
Victim/Witness - VOCA	67,732	67,732	68,522	(790)	66,560
District Attorney	660,639	660,639	688,825	(28,186)	697,372
District Attorney's Confiscated Assets	-	-	2,100	(2,100)	7,536
District Attorney Traffic/DWI Prosecutor	-	-	-	-	-
JAG Pre-Trial Programs	52,139	52,139	65,391	(13,252)	41,476
Administrator	297,081	297,081	295,644	1,437	270,652
County Clerk	291,086	291,086	288,079	3,007	268,130
Elections	102,050	102,050	87,289	14,761	49,524
Personnel and Recruitment	591,757	591,757	522,941	68,816	424,771
Information Technology	1,121,913	1,121,913	1,134,910	(12,997)	1,098,913
Computer Services Repair and Replacement	-	-	688	(688)	6,419
Finance Department	408,682	408,682	393,521	15,161	398,799
County Treasurer	242,030	242,030	274,749	(32,719)	246,375
Independent Auditing	50,000	50,000	51,500	(1,500)	54,751
Special Accounting	11,400	11,400	6,006	5,394	11,145
General County Buildings	2,056,304	2,056,304	1,967,728	88,576	2,249,411
Register of Deeds	535,593	535,593	446,183	89,410	365,213
Real Property Lister	-	-	-	-	612
Judgments and Losses	7,434	7,434	7,434	-	7,434
Unemployment Compensation	45,000	45,000	119,893	(74,893)	51,953
Sundry Expenditures	23,000	23,000	18,302	4,698	37,271
Total General Government	9,844,485	9,844,485	9,655,202	189,283	9,453,932
Public Safety					
Sheriff	5,829,383	5,829,383	5,938,206	(108,823)	5,665,691
St. Croix/Polk Drug Program	-	-	71,460	(71,460)	123,458
Sheriff Counteract	-	-	1,457	(1,457)	2,010
Sheriff Towing	3,500	3,500	6,575	(3,075)	5,645
Sheriff Cease Grant	500	500	-	500	-
Forensic Science Equipment Grant	-	-	-	-	-
Community Justice Collaborating Council	54,096	54,096	36,762	17,334	(60)
TAD Grant	74,584	74,584	72,990	1,594	-

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014		Actual	Variance - Positive (Negative)	2013 Actual
	Budgeted Amounts				
	Original	Final			
EXPENDITURES (Continued)					
Public Safety (Continued)					
Central Communications Center	\$ 1,679,937	\$ 1,679,937	\$ 1,696,920	\$ (16,983)	\$ 1,667,435
County Jail	3,654,338	3,654,338	3,665,239	(10,901)	3,504,348
Emergency Government	95,730	95,730	101,004	(5,274)	99,543
Emergency Planning (SARA)	72,240	72,240	67,807	4,433	76,363
Homeland Security Grants	-	-	55	(55)	3,149
Total Public Safety	11,464,308	11,464,308	11,658,475	(194,167)	11,147,582
Public Works					
Transportation:					
Highway Department (see Schedule F-1)	7,170,557	7,170,557	7,170,557	-	7,162,758
Sanitation:					
Hazardous Waste Disposal	35,922	35,922	42,389	(6,467)	30,222
Recycling	133,862	133,862	213,812	(79,950)	119,334
Total Sanitation	169,784	169,784	256,201	(86,417)	149,556
Total Public Works	7,340,341	7,340,341	7,426,758	(86,417)	7,312,314
Health and Human Services					
Child Support	686,700	686,700	689,134	(2,434)	608,564
Veterans Service Officer	212,076	212,076	176,202	35,874	187,586
Veterans Relief	8,500	8,500	9,151	(651)	7,111
Total Health and Human Services	907,276	907,276	874,487	32,789	803,261
Culture, Recreation and Education					
Municipal Library Allocations	1,076,925	1,076,925	1,076,925	-	1,063,042
Additional Library Allocations	40,000	40,000	39,472	528	-
Parks Admin	602,436	602,436	551,862	50,574	127,405
Troy Park	-	-	-	-	-
Glen Hills Park	-	-	613	(613)	335,608
Perch Lake Park	-	-	1,820	(1,820)	140,105
Pine Lake Park	-	-	-	-	-
Bass Lake Park	-	-	-	-	-
County Parks Outlay	30,000	30,000	30,338	(338)	33
Park Dedication fees	-	-	-	-	680
Apple River	-	-	-	-	-
Squaw Lake Boat Landing	-	-	-	-	-
Snowmobile Trail Maintenance	54,150	54,150	114,146	(59,996)	109,692
Snowmobile Trail - Wildwood	-	-	-	-	-
Fairgrounds Maintenance	62,000	62,000	62,000	-	59,000
University Extension	234,080	234,080	171,244	62,836	185,882
University Extension - Innovation	14,500	14,500	6,663	7,837	1,251
Total Culture, Recreation and Education	2,114,091	2,114,091	2,055,083	59,008	2,022,698

**ST. CROIX COUNTY, WISCONSIN
GENERAL FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	2014		Actual	Variance - Positive (Negative)	2013 Actual
	Budgeted Amounts				
	Original	Final			
EXPENDITURES (Continued)					
Conservation and Development					
Economic Development Grant	\$ 106,500	\$ 106,500	\$ 106,489	\$ 11	\$ 104,583
County Planning Office	-	-	-	-	13
Zoning	-	-	-	-	20
Community Development	1,344,376	1,344,376	1,331,748	12,628	1,281,893
Conservation Programs	5,976	5,976	561	5,415	3,742
Land Conservation	558,374	558,374	518,980	39,394	500,511
Resource Management - Targeted	31,000	31,000	5,000	26,000	-
Resource Management - Cost Share	100,000	100,000	82,082	17,918	66,629
Wildlife Damage Claims	18,700	18,700	27,485	(8,785)	16,610
Pesticide Training	-	-	1,508	(1,508)	827
Total Conservation and Development	<u>2,164,926</u>	<u>2,164,926</u>	<u>2,073,853</u>	<u>91,073</u>	<u>1,974,828</u>
Total Expenditures	<u>33,835,427</u>	<u>33,835,427</u>	<u>33,743,858</u>	<u>91,569</u>	<u>32,714,615</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	142,408	142,408	1,603,254	1,460,846	1,785,424
OTHER FINANCING SOURCES (USES)					
Transfers In:					
Transfers:					
To Human Services Fund	(95,094)	(95,094)	-	95,094	(119,162)
To Debt Service Fund	-	-	-	-	(1,883)
To Special Revenue Fund	(15,387)	(15,387)	-	-	(16,098)
To Capital Projects Fund	-	-	(68,323)	-	-
To Proprietary Fund - Highway	(69,777)	(69,777)	(92,000)	-	(50,003)
To Proprietary Fund - Nursing Home	(1,468)	(1,468)	(22,000)	-	(1,712)
To Internal Service Funds - Taxes	(1,068)	(1,068)	-	1,068	(19,265)
Proceeds from Sale of Capital Assets	-	-	8,622	8,622	618
Total Other Financing Sources (Uses)	<u>(182,794)</u>	<u>(182,794)</u>	<u>(173,701)</u>	<u>104,784</u>	<u>(207,505)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (40,386)</u>	<u>\$ (40,386)</u>	1,429,553	<u>\$ 1,565,630</u>	1,577,919
Fund Balance - Beginning of Year			21,840,746		20,262,827
FUND BALANCE - END OF YEAR			<u>\$ 23,270,299</u>		<u>\$ 21,840,746</u>

**ST. CROIX COUNTY, WISCONSIN
DEBT SERVICE FUND
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	General Obligation Long-Term Debt Redemption Fund	Prior Service Retirement Loan Redemption Fund	2008A G.O Bonds Debt Service	2010A G.O Bonds Debt Service	2014A G.O Bonds Debt Service	Totals	
						2014	2013
REVENUES							
Taxes	\$ -	\$ -	\$ 542,584	\$ 731,127	\$ -	\$ 1,273,711	\$ 1,476,139
Miscellaneous:							
Other	-	-	-	34,761	-	34,761	39,414
Total Revenues	-	-	542,584	765,888	-	1,308,472	1,515,553
EXPENDITURES:							
Debt Service:							
Principal Retirement	-	-	485,000	680,000	-	1,165,000	1,340,000
Interest and Fiscal Charges	-	1	57,859	83,240	-	141,100	189,482
Bond Issue Costs	-	-	2,750	-	77,222	79,972	-
Total Expenditures	-	1	545,609	763,240	77,222	1,386,072	1,529,482
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(1)	(3,025)	2,648	(77,222)	(77,600)	(13,929)
OTHER FINANCING SOURCES							
Transfers:							
From General Fund	-	-	-	-	-	-	1,883
From Debt Service Fund	370	-	-	-	-	370	370
From Jail Assessment Special Revenue Fund	-	-	-	-	-	-	55,000
To Debt Service Fund	-	(370)	-	-	-	(370)	(370)
Premium on Bond Issuance	-	-	-	-	224,128	224,128	-
Total Other Financing Sources	370	(370)	-	-	224,128	224,128	56,883
CHANGE IN FUND BALANCE	370	(371)	(3,025)	2,648	146,906	146,528	42,954
Fund Balance (Deficits) - Beginning of Year	(370)	371	(60)	110,878	-	110,819	67,865
FUND BALANCE (DEFICITS) - END OF YEAR	\$ -	\$ -	\$ (3,085)	\$ 113,526	\$ 146,906	\$ 257,347	\$ 110,819

**ST. CROIX COUNTY, WISCONSIN
HIGHWAY DEPARTMENT ENTERPRISE FUND
DETAILED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2013)**

	<u>2014</u>	<u>2013</u>
OPERATING REVENUES		
Charges for Services:		
County Highway Maintenance and Construction [1]	\$ 7,170,557	\$ 7,162,758
State Highway Maintenance and Construction	2,816,401	2,726,307
Local Districts - County Aid Bridge	166,990	73,130
Local Districts - Other	4,950,282	5,025,588
Miscellaneous:		
Other Revenue from State:		
STP/FAS/CHIP Aid/AUP	643,211	385,896
Equipment Storage	125,167	86,041
Other	310,645	314,535
Miscellaneous Highway Revenues	183,205	180,641
Vehicle Registration Fees	816,805	699,106
Total Operating Revenues	<u>17,183,263</u>	<u>16,654,002</u>
OPERATING EXPENSES		
Administration and General:		
Administration	710,883	702,192
Public Liability Insurance	68,497	64,309
LRIP (Local Road Improvement Program)	7,751	4,176
Surveying	144,059	170,988
Engineering	75,621	149,611
Radio Expense	3,300	3,494
Supervision	143,523	158,955
Transportation Cost Pools:		
Machinery Operations	(503,567)	(302,109)
Gravel Pits and Quarries	(133,000)	134,862
Services Provided:		
State Performance Based Maintenance	148,705	-
County:		
General Maintenance	6,861,563	5,810,745
Reconstruction and Betterments	1,358,204	1,456,154
State:		
Highway Maintenance and Construction	2,737,465	2,796,546
Salt Storage	19,439	49,512
Equipment Storage Allocation	(50,782)	18,975
County Aid Bridge Construction	295,066	110,656
Local Districts	4,822,324	5,103,647
Other Governmental Units	11,910	49,509
Local Departments	91,897	146,817
Other:		
Net Change in Accrued Leave/OPEB Liabilities	209,800	242,289
Amortization of State Contributions Included Above	15,389	15,822
Total Operating Expenses	<u>17,038,047</u>	<u>16,887,150</u>
OPERATING INCOME (LOSS)	145,216	(233,148)
NONOPERATING REVENUES (EXPENSES):		
Loss on Sale/Removal of Capital Assets	<u>(1,983)</u>	-
INCOME (LOSS) BEFORE TRANSFER	143,233	(233,148)
INTERFUND TRANSFER		
Transfers In	<u>92,000</u>	<u>50,003</u>
CHANGE IN NET POSITION	235,233	(183,145)
Net Position - Beginning of Year	<u>11,252,110</u>	<u>11,435,255</u>
NET POSITION - END OF YEAR	<u>\$ 11,487,343</u>	<u>\$ 11,252,110</u>
[1] Charges to County for Highway Maintenance and Construction Consisted of the Following:		
County Appropriations	\$ 5,440,595	\$ 5,487,664
State Transportation Aids	1,729,962	1,675,094
Total	<u>\$ 7,170,557</u>	<u>\$ 7,162,758</u>

**ST. CROIX COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2013)**

	Self-Funded	Self-Funded	Self-Funded	Retirement	Health	County	Totals	
	Health	Workers'	Liability	Health Savings	Retirement		2014	2013
	Insurance	Compensation	Insurance	Account	Liability	Fleet		
		Insurance			Account			
ASSETS								
Treasurer's Cash and Investments	\$ 5,689,972	\$ 921,451	\$ 2,417,291	\$ 98,921	\$ 1,268,940	\$ 14,789	\$ 10,411,364	\$ 8,710,280
Cash and Investments Held by								
Fiscal Agent	-	54,340	350,000	-	-	-	404,340	392,300
Taxes Receivable	-	-	-	200,000	-	-	200,000	-
Accounts Receivable	-	-	10,309	-	-	-	10,309	1,252
Prepaid Items	-	50,000	-	-	-	-	50,000	-
Total Assets	<u>5,689,972</u>	<u>1,025,791</u>	<u>2,777,600</u>	<u>298,921</u>	<u>1,268,940</u>	<u>14,789</u>	<u>11,076,013</u>	<u>9,103,832</u>
LIABILITIES								
Accounts Payable	657,720	214	40,396	1,163	17,905	557	717,955	671,233
Accrued Payroll	-	-	3,559	-	-	-	3,559	5,443
Accrued Claims/Losses Payable	549,733	679,573	455,152	-	-	-	1,684,458	1,680,888
Total Liabilities	<u>1,207,453</u>	<u>679,787</u>	<u>499,107</u>	<u>1,163</u>	<u>17,905</u>	<u>557</u>	<u>2,405,972</u>	<u>2,357,564</u>
DEFERRED INFLOWS OF RESOURCES								
Deferred Revenue	-	-	-	200,000	-	-	200,000	-
NET POSITION - UNRESTRICTED	<u>\$ 4,482,519</u>	<u>\$ 346,004</u>	<u>\$ 2,278,493</u>	<u>\$ 97,758</u>	<u>\$ 1,251,035</u>	<u>\$ 14,232</u>	<u>\$ 8,470,041</u>	<u>\$ 6,746,268</u>

**ST. CROIX COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2014
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2013)**

	Self-Funded Health Insurance	Self-Funded Workers' Compensation Insurance	Self-Funded Liability Insurance	Retirement Health Savings Account	Health Retirement Liability Account	County Fleet	Totals	
							2014	2013
OPERATING REVENUES								
Charges for Services	\$ 7,584,709	\$ 386,306	\$ 717,732	\$ -	\$ 822,157	\$ -	\$ 9,510,904	\$ 9,747,925
Other	1,520	-	-	-	-	-	1,520	835
Total Operating Revenues	7,586,229	386,306	717,732	-	822,157	-	9,512,424	9,748,760
OPERATING EXPENSES								
Premiums and Claims	6,327,469	208,297	432,265	148,377	558,441	-	7,674,849	7,668,496
Fleet Costs	-	-	-	-	-	25,832	25,832	10,082
Administrative	31,319	90,627	106,557	-	-	-	228,503	212,070
Total Operating Expenses	6,358,788	298,924	538,822	148,377	558,441	25,832	7,929,184	7,890,648
OPERATING INCOME (LOSS)	1,227,441	87,382	178,910	(148,377)	263,716	(25,832)	1,583,240	1,858,112
NONOPERATING REVENUES								
Interest Revenue	-	-	110,907	-	-	29,626	140,533	96,859
INCOME (LOSS) BEFORE TRANSFERS	1,227,441	87,382	289,817	(148,377)	263,716	3,794	1,723,773	1,954,971
OTHER FINANCING SOURCES:								
Transfer In from General Fund	-	-	-	-	-	-	-	19,266
CHANGE IN NET POSITION	1,227,441	87,382	289,817	(148,377)	263,716	3,794	1,723,773	1,974,237
Net Position - Beginning of Year	3,255,078	258,622	1,988,676	246,135	987,319	10,438	6,746,268	4,772,031
NET POSITION - END OF YEAR	<u>\$ 4,482,519</u>	<u>\$ 346,004</u>	<u>\$ 2,278,493</u>	<u>\$ 97,758</u>	<u>\$ 1,251,035</u>	<u>\$ 14,232</u>	<u>\$ 8,470,041</u>	<u>\$ 6,746,268</u>

**ST. CROIX COUNTY, WISCONSIN
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2014**

	Self-Funded	Self-Funded	Self-Funded	Retirement	Health Retirement	County Fleet	Totals	
	Health Insurance	Workers' Compensation Insurance	Liability Insurance	Health Savings Account	Liability Account		2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES								
Cash Received for Goods and Services:								
County/Departments	\$ 7,586,229	\$ 386,306	\$ 708,675	\$ -	\$ 822,157	\$ -	\$ 9,503,367	\$ 9,785,438
Third Parties	-	-	-	-	-	-	-	-
Cash Payments for Claims/Premiums/Administration	(6,210,071)	(317,811)	(663,517)	(147,237)	(564,979)	(27,161)	(7,930,776)	(8,350,208)
Net Cash Provided (Used) by Operating Activities	<u>1,376,158</u>	<u>68,495</u>	<u>45,158</u>	<u>(147,237)</u>	<u>257,178</u>	<u>(27,161)</u>	<u>1,572,591</u>	<u>1,435,230</u>
CASH FLOWS FROM NONINVESTING ACTIVITIES								
Transfers In from General Fund	-	-	-	-	-	-	-	19,266
CASH FLOWS FROM INVESTING ACTIVITIES								
Interest on Investments	-	-	110,907	-	-	29,626	140,533	96,859
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>1,376,158</u>	<u>68,495</u>	<u>156,065</u>	<u>(147,237)</u>	<u>257,178</u>	<u>2,465</u>	<u>1,713,124</u>	<u>1,551,355</u>
Cash and Cash Equivalents - Beginning of Year	<u>4,313,814</u>	<u>907,296</u>	<u>2,611,226</u>	<u>246,158</u>	<u>1,011,762</u>	<u>12,324</u>	<u>9,102,580</u>	<u>7,551,225</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 5,689,972</u>	<u>\$ 975,791</u>	<u>\$ 2,767,291</u>	<u>\$ 98,921</u>	<u>\$ 1,268,940</u>	<u>\$ 14,789</u>	<u>\$ 10,815,704</u>	<u>\$ 9,102,580</u>
RECONCILIATION OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES								
Operating Income (Loss)	\$ 1,227,441	\$ 87,382	\$ 178,910	\$ (148,377)	\$ 263,716	\$ (25,832)	\$ 1,583,240	\$ 1,858,112
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:								
Change in Assets and Liabilities:								
Decrease (Increase) in Accounts Receivable	-	-	(9,057)	-	-	-	(9,057)	36,678
Decrease (Increase) in Prepaid Items	-	(50,000)	-	-	-	-	(50,000)	-
Increase (Decrease) in Accounts Payable	56,563	214	(3,328)	1,140	(6,538)	(1,329)	46,722	(126,901)
Increase (Decrease) in Accrued Payroll	-	(1,627)	(257)	-	-	-	(1,884)	(11,408)
Increase (Decrease) in Other Accrued Liabilities	-	-	-	-	-	-	-	-
Increase (Decrease) in Accrued Claims/Losses Payable	92,154	32,526	(121,110)	-	-	-	3,570	(321,251)
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,376,158</u>	<u>\$ 68,495</u>	<u>\$ 45,158</u>	<u>\$ (147,237)</u>	<u>\$ 257,178</u>	<u>\$ (27,161)</u>	<u>\$ 1,572,591</u>	<u>\$ 1,435,230</u>
RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS								
Cash and Investments:								
Treasurer's Cash and Investments	\$ 5,689,972	\$ 921,451	\$ 2,417,291	\$ 98,921	\$ 1,268,940	\$ 14,789	\$ 10,411,364	\$ 8,710,280
Cash and Investments Held by Fiscal Agent	-	54,340	350,000	-	-	-	404,340	392,300
Cash and Cash Equivalents	<u>\$ 5,689,972</u>	<u>\$ 975,791</u>	<u>\$ 2,767,291</u>	<u>\$ 98,921</u>	<u>\$ 1,268,940</u>	<u>\$ 14,789</u>	<u>\$ 10,815,704</u>	<u>\$ 9,102,580</u>

SCHEDULE G-4

ST. CROIX COUNTY, WISCONSIN
 ALLOCATION OF INTERNAL SERVICE FUNDS FOR GOVERNMENT-WIDE STATEMENTS
 YEAR ENDED DECEMBER 31, 2014

	Health Insurance Funds	Workers' Compensation Insurance Fund	Liability Insurance Fund	Health Retirement Savings Fund	Health Retirement Liability Fund	County Fleet	Total Amounts Allocated
Allocation of Operating (Income) Loss:							
Governmental Activities:							
General Government	\$ (224,198)	\$ (9,279)	\$ (13,891)	\$ 27,102	\$ (48,169)	\$ 25,832	\$ (242,603)
Public Safety	(268,586)	(12,006)	(68,339)	32,468	(57,706)	-	(374,169)
Sanitation	(442)	(79)	(549)	53	(95)	-	(1,112)
Health and Human Services	(356,349)	(21,181)	(25,704)	43,077	(76,562)	-	(436,719)
Culture, Recreation and Education	(7,927)	(493)	(8,422)	958	(1,703)	-	(17,587)
Conservation and Development	(54,452)	(1,956)	(15,910)	6,582	(11,699)	-	(77,435)
Governmental Activities Allocation	(911,954)	(44,994)	(132,815)	110,240	(195,934)	25,832	(1,149,625)
Business-Type Activities:							
Nursing Home	(99,797)	(16,422)	(19,676)	12,064	(21,441)	-	(145,272)
Highway Department	(215,690)	(25,966)	(26,419)	26,073	(46,341)	-	(288,343)
Business-Type Activities Allocation	(315,487)	(42,388)	(46,095)	38,137	(67,782)	-	(433,615)
Operating (Income) Loss Allocation	\$ (1,227,441)	\$ (87,382)	\$ (178,910)	\$ 148,377	\$ (263,716)	\$ 25,832	\$ (1,583,240)
Allocation of Interest Income:							
Governmental Activities	\$ -	\$ -	\$ 82,333	\$ -	\$ -	\$ 29,626	\$ 111,959
Business-Type Activities	-	-	28,574	-	-	-	28,574
Interest Income Allocation	\$ -	\$ -	\$ 110,907	\$ -	\$ -	\$ 29,626	\$ 140,533
Allocation of Year-End Net Position:							
Governmental Activities:							
Treasurer's Cash and Investments	\$ 4,446,736	\$ 325,572	\$ 1,712,146	\$ 357,007	\$ 930,585	\$ 14,789	\$ 7,786,835
Cash and Investments Held by Fiscal Agent	-	19,200	247,902	-	-	-	267,102
Taxes Receivable	-	-	-	200,000	-	-	200,000
Accounts Receivable	-	-	7,302	-	-	-	7,302
Prepaid Items	-	17,666	-	-	-	-	17,666
Accounts Payable	(943,629)	-	(28,612)	(4,197)	(13,131)	(557)	(990,126)
Accrued Payroll	-	(76)	(2,521)	-	-	-	(2,597)
Other Accrued Liabilities	-	-	-	-	-	-	-
Due Other Funds	-	-	-	-	-	-	-
Accrued Claims/Losses Payable	-	(240,110)	(322,380)	-	-	-	(562,490)
Deferred Inflows of Resources	-	-	-	(200,000)	-	-	(200,000)
Fund Balance - Beginning	(2,591,153)	(77,258)	(1,398,689)	(463,050)	(721,520)	(10,438)	(5,262,108)
Changes in Net Position (from above)	(911,954)	(44,994)	(215,148)	110,240	(195,934)	(3,794)	(1,261,584)
Governmental Activities Allocation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Business-Type Activities:							
Treasurer's Cash and Investments	\$ 1,243,236	\$ 595,879	\$ 705,145	\$ (258,086)	\$ 338,355	\$ -	\$ 2,624,529
Cash and Investments Held by Fiscal Agent	-	35,140	102,098	-	-	-	137,238
Taxes Receivable	-	-	-	-	-	-	-
Accounts Receivable	-	-	3,007	-	-	-	3,007
Prepaid Items	-	32,334	-	-	-	-	32,334
Accounts Payable	(263,824)	-	(11,784)	3,034	(4,774)	-	(277,348)
Accrued Payroll	-	(138)	(1,038)	-	-	-	(1,176)
Accrued Claims/Losses Payable	-	(439,463)	(132,772)	-	-	-	(572,235)
Deferred Inflows of Resources	-	-	-	-	-	-	-
Fund Balance - Beginning	(663,925)	(181,364)	(589,987)	216,915	(265,799)	-	(1,484,160)
Changes in Net Position (from above)	(315,487)	(42,388)	(74,669)	38,137	(67,782)	-	(462,189)
Business-Type Activities Allocation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**ST. CROIX COUNTY, WISCONSIN
AGENCY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2014**

	Tax Agency	Sheriff	Clerk of Court	Crossing Project Growth Management	Totals
ASSETS					
Treasurer's Cash and Investments	\$ 22,538,621	\$ -	\$ -	\$ 4,638,523	\$ 27,177,144
Departmental Cash and Investments	-	79,463	948,635	-	1,028,098
Taxes Receivable:					
Current Apportionment	1,287,079	-	-	-	1,287,079
Special Assessment Tax Certificates	104,881	-	-	-	104,881
Special Assessment Tax Deeds	-	-	-	-	-
Accounts Receivable	2,050	-	26	-	2,076
Due from Agency Funds	-	-	-	-	-
Total Assets	<u>\$ 23,932,631</u>	<u>\$ 79,463</u>	<u>\$ 948,661</u>	<u>\$ 4,638,523</u>	<u>\$ 29,599,278</u>
LIABILITIES					
Due Other Governmental Units:					
Current Taxes Due State	\$ 1,287,079	\$ -	\$ -	\$ -	\$ 1,287,079
Current Tax Roll Collections Due Districts	22,532,021	-	-	-	22,532,021
Accounts Payable	8,650	-	139,144	-	147,794
Special Deposits	-	79,463	809,517	4,638,523	5,527,503
District's Equities in Uncollected Taxes	104,881	-	-	-	104,881
Total Liabilities	<u>\$ 23,932,631</u>	<u>\$ 79,463</u>	<u>\$ 948,661</u>	<u>\$ 4,638,523</u>	<u>\$ 29,599,278</u>